

GOVERNOR
EDWIN L. MECHEM
CHAIRMAN

State of New Mexico
Oil Conservation Commission

LAND COMMISSIONER
E. S. JOHNNY WALKER
MEMBER



STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

P. O. BOX 871
SANTA FE

November 21, 1962

Re: Case No. 2691

Order No. R-2373

Mr. Richard Morris
Seth, Montgomery, Federici & Andrews
Attorneys at Law
Box 828
Santa Fe, New Mexico

Applicant:

El Paso Natural Gas Company

DOCKET MAILED

Dear Sir:

Date 4-28-65

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ir/

Carbon copy of order also sent to:

Hobbs OCC x

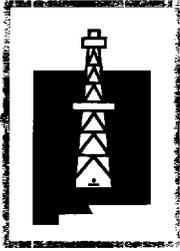
Artesia OCC

Aztec OCC

OTHER Mr. Garrett Whitworth

DOCKET MAILED

Date 4/27/64
[Handwritten initials]



SOUTHERN NEW MEXICO OIL CORPORATION

P. O. BOX 1224 • FORT WORTH, TEXAS

Reply to: P. O. Box 1659, Midland, Texas

May 14, 1964

Oil Conservation Commission,
Box 871,
Santa Fe, New Mexico

Attn: Mr. A. L. Porter, Jr.

Re: Case No. 2691 (Re-opened)

Gentlemen:

Attached hereto is a letter from Tenneco Oil Company and copy of telegram from Yates Petroleum Company, supporting the position of Southern New Mexico Oil Corporation in the above captioned case.

Yours very truly,

SOUTHERN NEW MEXICO OIL CORPORATION

M. B. Wilson
M. B. Wilson
Vice President

MBW:tr
Encl. (2)



TENNECO OIL COMPANY • P. O. BOX 1031 • 1800 WILCO BUILDING • MIDLAND, TEXAS 79701

20

May 11, 1964

Southern New Mexico Oil Corporation
P. O. Box 1659
Midland, Texas

Attention: M. B. Wilson

Re: Case No. 2691 (Re-opened)
Order No. R-2371 NMOCC
Lusk Morrow Gas Pool
Lea County, New Mexico

Gentlemen:

Tenneco Oil Company is now an operator in the Lusk Strawn Pool but has not yet established production in the Lusk Morrow Gas Pool. Tenneco is actively developing their properties in this area and is in agreement with the request of Southern New Mexico Oil Corporation for the extension of the temporary operating rules of the Lusk Morrow Gas Pool which requires 640 acre gas pro-ration units.

Very truly yours,

TENNECO OIL COMPANY

A handwritten signature in cursive script, appearing to read "A. W. Lang".

A. W. Lang
District Production Superintendent

CWN:mm

OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

Date 5/8/64

CASE 2691

Hearing Date 9am 5/7/64

DSN @ SF

My recommendations for an order in the above numbered cases are as follows:

Enter an order extending the 640 acre spacing provisions of order no R-2373 for one year to June 1, 1965. Call case to reconsider this matter in May, 1965.

Find that production ^{history} from the pool is limited and no permanent decision can be made as yet as to proper size of development
Jallens

Northrup
Staff

El Paso Natural Gas Company

Case 2691

El Paso, Texas

October 9, 1962

Mr. A. L. Porter
Oil Conservation Commission
Of the State of New Mexico
Post Office Box 871
Santa Fe, New Mexico

RECEIVED
OCT 10 AM 7 45

Dear Mr. Porter:

I have enclosed for filing with the Commission the original and two copies of El Paso Natural Gas Company's application to establish a gas pool for production from the Morrow Formation underlying Sections 18, 19, 20 and 29, Township 19 South, Range 32 East, Lea County, New Mexico and to provide for standard gas proration units in said gas pool of 640 acres each.

We would like to get this case set before an examiner as soon as possible.

Yours very truly,


GARRETT C. WHITWORTH
ATTORNEY

GCW:bls

Enclosures

DOCKET MAILED

Date 10/26/62
W

DELHI-TAYLOR OIL CORPORATION
FIDELITY UNION TOWER
DALLAS 1, TEXAS

MAIN OFFICE OCC
1964 MAY 2 PM 1:21

April 29, 1964

New Mexico Oil and Gas Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Attention: Mr. Elvis A. Utz

Gentlemen:

Re Case No. 2691 Review Pool Rules
Lusk-Morrow Gas Pool

Delhi-Taylor Oil Corporation respectfully requests that the provisions of Order No. R-2373 establishing temporary 640 acre gas proration units for the Lusk-Morrow Gas Pool, Lea County be extended for a further period of eighteen months. Gas production from this pool since the promulgation of Order No. R-2373 has not been sufficient to add materially to our knowledge of the performance of this gas reservoir. Until a significant percentage of the gas in place has been produced, with a resulting significant reduction in reservoir pressure, it will not be possible to secure the reservoir performance evidence needed as the basis for a permanent order. The requested extension will allow operators in the pool to attempt to secure a gas market for Lusk-Morrow gas and secure the additional information needed to provide a sound basis for the complete development of this reservoir.

Yours very truly,

R. S. Wansbrough
R. S. Wansbrough, Manager
Production Engineering

RSW:ge

TEXACO
INC.

PETROLEUM PRODUCTS

DOMESTIC PRODUCING DEPARTMENT
MIDLAND DIVISION



P. O. BOX 8109
MIDLAND, TEXAS

R. M. BISCHOFF, ASSISTANT DIVISION MANAGER

October 31, 1962

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attn: Mr. A. L. Porter, Jr.

Gentlemen:

Reference is made to Case No. 2691 set for Examiner hearing November 8, 1962. This case is for the purpose of considering the application of El Paso Natural Gas Company for the adoption of special field rules to govern the drilling and production of wells drilled to the Lusk (Morrow-Gas) Pool, Lea County, New Mexico. It is our understanding that El Paso will ask for temporary rules which will be in effect for one year from the date of first production. We further understand that these rules will provide for 640-acre proration units with a well being located no nearer than 660' to a lease line nor nearer than 330' to a quarter-quarter section line. We also understand that the allocation formula will be based upon 100 per cent acreage.

Texaco Inc. at the present time does not have any wells completed in this reservoir; however, we do own considerable undeveloped acreage in the area, and it is believed that this acreage could be productive from this reservoir. It can, therefore, be seen that Texaco as a prospective operator is vitally interested in the establishment of any special rules pertaining to this reservoir. Texaco has reviewed the above proposals set forth by El Paso Natural Gas and finds that we are in agreement with the proposed rules. We, therefore, strongly urge the Commission to adopt the rules as proposed by El Paso Natural Gas Company.

Yours very truly,

R. M. Bischoff

CRB-MM

cc: El Paso Natural Gas Co.
P. O. Box 1492
El Paso, Texas



309 CARPER BUILDING
ARTESIA, NEW MEXICO - 88210

6 May 1965

S. P. YATES
PRESIDENT
HARVEY E. YATES
VICE PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
SECRETARY
HUGH W. PARRY
TREASURER

RE: Lusk Morrow Field
Spacing Hearing

Southern New Mexico Oil Corporation
P. O. Box 1659
Midland, Texas

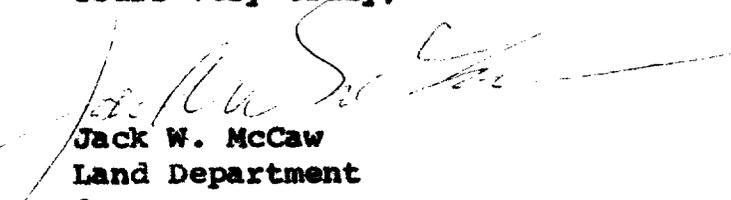
Attention: Mr. M. B. Wilson

Gentlemen:

Reference is made to the captioned and to your request for a continuation of the present temporary rules which call for 640-acre proration units.

Yates Petroleum Corporation, as a lease owner in the Lusk Morrow Field, concur with your opinion that the Lusk Morrow Gas Pool temporary rules which call for 640-acre proration units should be continued.

Yours very truly,


Jack W. McCaw
Land Department
dp

cc: New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Gulf Oil Corporation

ROSWELL PRODUCTION DISTRICT

May 10, 1965

W. B. Hopkins
DISTRICT MANAGER
M. I. Taylor
DISTRICT PRODUCTION
MANAGER
F. O. Mortlock
DISTRICT EXPLORATION
MANAGER
H. A. Rankin
DISTRICT SERVICES MANAGER

P. O. Drawer 1938
Roswell, New Mexico 88201

Oil Conservation Commission
State of New Mexico
Post Office Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. A. L. Porter, Jr.

Re: Case 2691 (Reopened)
Examiner Hearing May 12, 1965

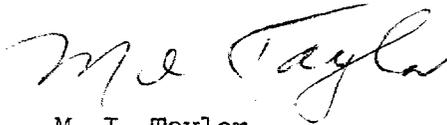
Gentlemen:

Gulf Oil Corporation has a working interest ownership in certain wells in the Lusk Morrow Gas Pool and we believe this pool should continue to be developed on 640-acre spacing.

Please accept this letter as our recommendation that the existing temporary rules providing for 640-acre proration units be continued for this pool.

Respectfully submitted,

GULF OIL CORPORATION



M. I. Taylor

JHH:ers

cc: Southern New Mexico Oil Corporation
Post Office Box 1659
Midland, Texas 79704
Attention: Mr. M. B. Wilson

