

TENNESSEE GAS AND OIL COMPANY

DIVISION OF TENNESSEE GAS TRANSMISSION COMPANY

P. O. BOX 307 • HOBBS, NEW MEXICO



May 4, 1960

MAY 11 11 20 AM '60

Mr. A. L. Porter, Jr.
Secretary Director
Oil Conservation Commission
Santa Fe, New Mexico

C Subject: Cancellation of Administrative Order No. DC-296 and No. NEP-262 for Tennessee Gas Transmission Company to Effect Dual Completion of the Bay USA No. 2 and to Establish a 160-Acre Non-standard Gas Proration Unit

Dear Mr. Porter:

O Tennessee Gas Transmission Company wishes to cancel Administrative Order No. DC-296 to dually complete the Bay USA No. 2, located 1980' FFW lines and in the SE/4 NW/4 of Section 35, T-20-S, R-36-E, RMFN, Lea County, New Mexico, in the Eumont Gas Pool.

Tennessee Gas Transmission Company also wishes to cancel Administrative Order No. NEP-262 to form a 160-acre non-standard gas proration unit in the Eumont Gas Pool, which consists of the NW/4 of Section 35, T-20-S, R-36-E, Lea County, New Mexico.

P The Bay USA No. 2 was originally completed in the Queens Oil Zone. In 1956, Tennessee Gas Transmission Company attempted a dual completion in the Eumont Gas Zone and the Queens Oil Zone. The Eumont Gas Zone was found to be nonproductive. The two zones were separated with a Brown BP-4 Bridging Plug Packer and the well was placed back on production, producing from the Queens Zone only. Since 1956, the well has continued to produce from the Queens Oil Zone.

Y Tennessee Gas Transmission Company plans to remove the packer and produce the well with the Eumont Gas Zone and the Queens Oil Zone open together. Commission Order No. R-520 states that the vertical limits of the Eumont Gas Pool shall extend from the top of the Yates Formation to the base of the Queens Formation, thereby including all of the Yates Seven Rivers and Queens Formations.

Very truly yours

TENNESSEE GAS TRANSMISSION COMPANY

D. W. Coffey
District Production Superintendent

FDL/lm

cc: W. T. Wells, Jr.

L. B. Plumb

Oil Conservation Commission, Hobbs, N.M.



TENNESSEE GAS AND OIL COMPANY

INCORPORATED IN THE STATE OF TENNESSEE

CHICAGO, ILLINOIS

1941

MEMORANDUM FOR THE BOARD OF DIRECTORS
SUBJECT: [Illegible]

The following information was received from [Illegible] regarding the operations of the [Illegible] plant during the period [Illegible]. It is noted that the production of [Illegible] has increased significantly since the start of the year.

It is recommended that the Board consider the possibility of expanding the [Illegible] plant to meet the growing demand for [Illegible]. This expansion would require an investment of approximately [Illegible] dollars.

The Board is advised that the [Illegible] plant is currently operating at a capacity of [Illegible] per cent. It is estimated that the [Illegible] plant will be able to handle an additional [Illegible] per cent of the current production.

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Very truly yours,

[Illegible Signature]

[Illegible Text]

[Illegible Text]