CASE 2310: Application of STANDARD for permission to transfer allowables. (Vac-Edge Unit Well No. 4).

2510

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mill Exhibits, Etc.

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

July 7, 1961

r. Jason Kellahin Kellahin & Fox Kox 1713	Re: CASE NO. 2310		
	ORDER NO		
	APPLICANT:		
anta Fe, New Mexico	Standard Oil Company of Texas		

Dear Sir:

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 .

BEFORE THE OIL COMBERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL COMMERCATION CONCESSION OF NEW MEXICO FOR THE PURPOSE OF COMBIDERING:

> CASE No. 2310 Order No. R-2013

APPLICATION OF STANDARD OIL COMPANY OF TEXAS FOR PERMISSION TO TRANSFER ALLOWABLES IN THE VACUUM-ABO POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE CONGUSSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on June 28, 1961, at Santa Fe, New Maxico, before Elvis A. Uta, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

HOW, on this 7th day of July, 1961, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, and being fully advised in the premises,

PINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Standard Oil Company of Texas, proposes to take vertical communication tests on wells in its Vac-Edge Unit in Township 18 South, Range 35 East, EMPM, Lea County, New Mexico, in order to evaluate reservoir conditions in the Vacuum-Abo Pool.
- (3) That in conjunction with said tests the applicant seeks permission to transfer allowables in the Vacuum-Abo Pool for a 120-day period from its Vac-Edge Unit Well No. 4, located in the HM/4 HM/4 of Section 4, Township 18 South, Range 35 Bast, to its Vac-Edge Unit Wells Nos. 3 and 6, located in the HM/4 HM/4 of said Section 4 and in the HM/4 HM/4 of said Section 4, respectively.
- (4) That the allowable should be transferred from said Well No. 4 to said Wells Nos. 3 and 6 in approximately equal parts.
- (5) That approval of the subject application will neither cause waste nor impair correlative rights.

-2-CASE No. 2310 Order No. R-2013

IT IS THEREPORE ORDERED:

- (i) That the applicant, Standard Oil Company of Temas, is hereby authorized to transfer allowables in the Vacuum-Abo Pool, during vertical communication tests conducted therein, from its Vac-Rôge Unit Well No. 4, located in the NM/4 NE/4 of Section 4, Township 18 South, Range 35 East, NMPM, Lea County, New Mexico, to its Vac-Rôge Unit Wells Nos. 3 and 6, located in the NE/4 NM/4 of said Section 4 and in the NE/4 NB/4 of said Section 4, respectively.
- (2) That the production transferred from said Well No. 4 shall be distributed in approximately equal parts to said Wells Mos. 3 and 6.
- (3) That the permission to transfer allowables granted by this order shall be for a period of 120 days; commencing July 1, 1961, which is the effective date of this order.
- (4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DOME at Santa Fe, New Maxico, on the day and year herein- above designated.

STATE OF NEW MEXICO OIL COMBERVATION COMMISSION

EDWIN L. MECHEM, Chairman

Csmalker

E. S. WALKER, Mombes

A. L. PORTER, Jr., Member & Secretary

DOCKET: EXAMINER HEARING - WEDNESDAY, JUNE 28, 1961

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Elvis A. Utz, Examiner or Daniel S. Nutter, as alternate Examiner:

CONTINUED CASE

CASE 2298:

Application of Chambers & Kennedy for a gas-oil dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Monument State Well No. 1, located in Unit J, Section 34, Township 19 South, Range 37 East, Lea County, New Mexico, in such a manner as to permit the production of gas from the Eumont Gas Pool and the production of oil from the Eumice-Monument Pool through the 5½-inch by 2½-inch casing-tubing annulus and through 2½-inch tubing respectively.

NEW CASES

CASE 2309:

Application of Texaco Inc. for an oil-oil-oil triple completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks permission to complete its C. P. Falby (a) Well No. 4, located in Unit E, Section 8, Township 22 South, Range 37 East, Lea County, New Mexico, as a triple completion (conventional) in the Eument Gas Pool, the Penrose-Skelly Pool, and the Drinkard Pool, the production of oil from each pool to be through parallel strings of 2 3/8-inch tubing.

Application of Standard Oil Company of Texas for permission to transfer allowables, Lea County, New Mexico. Applicant, in the above-styled cause, during vertical communication tests, seeks permission to transfer allowables in the Vacuum

Edge Unit Wells Nos. 3 and 6, located in the NE/4 NW/4 of said Section 4 and in the NE/4 NE/4 of said Section 4, $\frac{1}{2}$

CASE 2310:

Abo Pool for a 120-day period from its Vac-Edge Unit Well No. 4, located in the NW/4 NE/4 of Section 4, Township 18 South, Range 35 East, Lea County, New Mexico, to its Vac-

respectively.

Application of Continental Oil Company for an oil-oil dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks permission to complete its Britt B-15 Well No. 10, located in Unit F, Section 15, Township 20 South, Range 37 East, Lea County, New Mexico, as a dual completion (conventional) in an undesignated Blinebry Pool and in the Monument-Tubb Pool, the production of oil from each pool to be through parallel strings of 2-inch tubing.

CASE 2317:

CASE 2312:

Application of Continental Oil Company for an exception to Rule 309 (a), Lea County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 309 (a) to permit the commingling, after separate measurement, of the Maljamar-Paddock Pool production from the William Mitchell "A" lease, consisting of the N/2 of Sections 19 and 20, and from the William Mitchell "B" lease, consisting of the W/2 and the W/2 E/2 of Section 17, the E/2 and the E/2 W/2 of Section 18, and the S/2 of Sections 19 and 20, all in Township 17 South, Range 32 East, Lea County, New Mexico.

CASE 2313:

Application of W. W. Holmes for an order fixing the spacing of wells, Sandoval County, New Mexico. Applicant, in the above-styled cause, seeks an order fixing the spacing of wells producing from the Mesaverde formation in the N/2 of Section 11, Township 18 North, Range 3 West, Sandoval County, New Mexico. Applicant recommends the establishment of two and one-half acre well spacing with no increase in the allowable to be assigned a basic 40-acre oil proration unit.

CASE 2314:

Application of Shell Oil Company for an exception to the gasoil ratio provisions of Rule 26 (A), Order No. R-1670, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an exception to the gas-oil ratio provisions of Rule 26 (A), Order No. R-1670, to permit its Shell State Well No. 1-A, located 380 feet from the North line and 380 feet from the West line of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico, to remain classified as a gas well in the Jalmat Gas Pool, with a gas-oil ratio below 100,000: 1.

CASE 2315:

Application of Pan American Petroleum Corporation for a non-standard oil proration unit and for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of an 86.62-acre non-standard oil proration unit in the Totah-Gallup Oil Pool consisting of Lots 2, 3 and 4 of Section 12, Town-ship 28 North, Range 13 West, San Juan County, New Mexico, to be dedicated to the Gallegos Canyon Unit Well No. 100 at an unorthodox location 476 feet from the North line and 1980 feet from the West line of said Section 12.

CASE 2316:

Application of Pan American Petroleum Corporation for permission to dispose of salt water into the Wolfcamp formation, Lea County, New Mexico. Applicant, in the above-styled

CASE 2316: (Cont.)

cause, seeks permission to dispose of produced salt water into the Wolfcamp formation through its Lois Wingerd Well No. 8 located 660 feet from the South and East lines of Section 24, Township 12 South, Range 37 East, Gladiela-Wolfcamp Pool, Lea County, New Mexico.

CASE 2317:

Application of Pan American Petroleum Corporation for a pressure maintenance project in the Horseshoe-Gallup Oil pressure maintenance project in the Horseshoe-Styled governing said project. Applicant, in the above-styled governing said project. Applicant, in the above-styled cause, seeks permission to institute a pressure maintenance cause, seeks permission to institute a pressure maintenance project in the Horseshoe-Gallup Oil Pool by the injection of water into certain Northeast Hogback Unit wells in of water into certain Northeast Hogback Unit wells in Sections 10, 11, 13, 14, 15 and 24, all in Township 30 North, Sections 10, 11, 13, 14, 15 and 24, all in Township 30 North, Range 16 West, San Juan County, New Mexico. Applicant further seeks special rules governing the operation of said project.

CASE 2318:

Application of El Paso Natural Gas Products Company for an order force-pooling a non-standard oil proration unit in the Cha-Gallup Oil Pool, San Juan County, New Mexico. the Cha-Gallup Oil Pool, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order force-Applicant, in the above-styled cause, seeks an order force-Pooling all mineral interests in the Cha-Gallup Oil pooling all mineral interests in the San Juan River Pool lying North of the mid-channel of the San Juan River in the SE/4 of Section 17, Township 29 North, Range 14 West, in the SE/4 of Section 17, Township 29 North, Range 14 West, Interested parties include San Juan County, New Mexico. Interested parties include Humble Oil & Refining Company, Pan American Petroleum Corporation, and A. L. Duff.

CASE 2319:

Application of Tenneco Oil Company for a non-standard oil proration unit and for permission to commingle the production from separate leases, San Juan County, New Mexico. It is the above-styled cause, seeks the establishment of a 90.5-acre non-standard oil proration unit in the Cha Cha-Gallup Oil Pool consisting of lots 3 and 4 and the Cha Cha-Gallup Oil Pool consisting of lots 3 and 4 and the E/2 SW/4 of Section 31, Township 29 North, Range 13 West, E/2 SW/4 of Section 31, T

CASE 2320:

Application of R. C. Banks for approval of the High Point Unit Agreement, Lea County, New Mexico. Applicant, in the Mait Agreement, Lea County, New Mexico. Applicant, in the Mait Agreement, Lea County, New Mexico. Applicant, in the Mait Agreement, Lea County, New Mexico. Applicant, in the Mait Agreement, Lea County, New Mexico. Applicant, in the Mait Agreement, Lea County, New Mexico. Applicant, in the Mait Agreement, Lea County, New Mexico. Applicant, in the Mait Agreement, Lea County, New Mexico.

(Cont.)

Agreement, which unit embraces 1920 acres of State land in Township 11 South, Ranges 34 and 35 East, Lea County, New Mexico.

The following cases will not be heard before 1:30 P.M.

CASE 2321:

Application of Benson-Montin-Greer Drilling Corporation for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location in the Cha Cha-Gallup Oil Pool for its Jones Well No. 7, located 1200 feet from the North line and 900 feet from the West line of Section 15, Township 28 North, Range 13 West, San Juan County, New Mexico.

CASE 2322:

Application of Southwest Production Company for an unorthodex oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodex oil well location in the Cha-Gallup Oil Pool for a well to be drilled 2260 feet from the North line and 330 feet from the West line of Section 16, Temmship 29 North, Range 14 West, San Juan County, New Mexico.

CASE 2323:

Application of Southwest Production Company for two non-standard oil proration units and for an unorthodox oil well location in the Cha Cha-Gallup Oil Pool, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of two non-standard oil proration units in the Cha Cha-Gallup Oil Pool, San Juan County, New Mexico, one unit consisting of the West 56.625 acres and one unit consisting of the East 56.625 acres of that portion of the SE/4 of Section 16, Township 29 North, Range 14 West, lying North of the mid-channel of the San Juan River; the West proration unit is to be dedicated to a well to be drilled at an unorthodox location 1912 feet from the South line and 2310 feet from the East line of said Section 16.

CASE 2324:

Application of Aztec Oil & Gas Company for an order force-pooling a standard 320-acre gas proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order force-pooling all mineral interests in a standard 320-acre gas proration unit in the Basin-Dakota Gas Pool, consisting of the N/2 of Section 2, Township 29 North, Range 12 West, San Juan County, New Mexico.

CASE 2325:

Application of Aztec Oil & Gas Company for a non-standard oil proration unit in the Totah-Gallup Oil Pool, San Juan County, New Mexico. Applicant, in the above-styled cause,

CASE 2325: (Cont.)

seeks the establishment of an 86.13-acre non-standard oil promation unit in the Totah-Gallup Oil Pool, consisting of Lot 1, the NE/4 NW/4 and the NW/4 NE/4 of Section 30, Town-ship 29 North, Range 13 West, San Juan County, New Mexico, to be dedicated to the Hagood Well No. 28-G located 765 feet from the North line and 3175 feet from the East line of said Section 30.

CASE 2326:

Application of David Fasken for permission to drill directionally, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks permission to sidetrack and recomplete the David Fasken-King-Davis Well No. 2, located 1980 feet from the North line and 1980 feet from the West line of Section 27, Township 8 South, kange 37 East, Roosevelt County, New Mexico, in such a manner as to locate the bottom of the hole in the Bough "C" formation of the Bluitt-Pennsylvanian Pool 300 feet West of said surface location.

CASE 2327:

Application of the Oil Conservation Commission on its own motion to consider the establishment of non-standard gas proration units for the Basin-Dakota Pool in Townships 29, 30, 31 and 32 North, Ranges 4, 5, 6, 7, 8, 9, 11,12, 13 West, San Juan and Rio Arriba Counties, New Mexico. Said non-standard units are necessitated by irregular sections resulting from survey corrections in the United States Public Lands Survey.



TIDEWATER OIL COMPANY

Case 23/6

P.O. BOX 1231 MIDLAND, TEXAS

May 19, 1961

WAIVER

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting administrative approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No.4, located in the Nm/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 5, located in the NE/4 of Nm/4 of Section 4, and SE/4 of Nm/4 of Section 5, respectively, both in Township 18 South Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 5 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

18 Osp

TIDEWATER OIL COMPANY

R. H. Coe, District Production Manager

RHC:ge



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A SIVISION OF CALIFORNIA OIL COMPANY
P._O. BOX 1249 • HOUSTON 1. TEXAS

May 24, 1961

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

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

Gentlemen:

In reference to the application of Standard Oil Company of Texas, a Division of California Oil Company, dated May 16, 1961, for administrative approval of allowable transfer from its Vac-Edge Unit Well No. 4 in Lea County, New Mexico, attached are waivers received to date from the following offset operators: Colorado Oil & Gas Corporation, Phillips Petroleum Company, Sun Oil Company, and Tidewater Oil Company.

There has been no indication of any objections by the offset operators. When additional waivers are received, we will forward them to the Commission.

Yours very truly,

C. N. Segnar, Chief Engineer

JRG:ja

Attachments

Sold 15 /6/

Date 300/9/9/9

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

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

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting Gentlemen: Reministrative approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the ADO POOL Irom its vac-rage unit well mu. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, NW/4 OI NE/4 OI Section 4, Township 10 South, Name 37 East to its Vac-Edge Unit Wells No. 3 and No. 5, located in the NE/4 of NW/4 of Section 4, and SE/4 of NE/4 of Section 5, NE/4 of NW/4 of Section 4, and SE/4 of NE/4 of Section 5, The New York Name of NW/4 of Section 18 South Range 25 East The Representatively both in Thomaship 18 South Range 25 East ne/4 of NW/4 of Section 4, and Se/4 of NE/4 of Section 7 respectively, both in Township 18 South Range 35 East. respectively, both in Township to South Range 57 Mast. Transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 5 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to As an oliset operator, we hereby walve objection so the proposed allowable transfer by Standard oil Company of Texas.

COLORADO OIL & CAS CORPORATION

WAIVER

Date May 22, 1961

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting administrative approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 5, located in the NE/4 of NW/4 of Section 4, and SE/4 of NE/4 of Section 5, respectively, both in Township 18 South Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 5 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

PHILLIPS PETROLEUM COMPANY

O. P. Nicola, Jr. Director of Proration

Production Department

WAIVER

Date 5-19-61

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting administrative approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 5, located in the NE/4 of NW/4 of Section 4, and SE/4 of NE/4 of Section 5, respectively, both in Township 18 South Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 5 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby <u>waive objection to</u> the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

SUN OIL COMPANY

By W. C. Ballow

Case 23/0 COMPANY OF THE SECOND HOUSTON I. TEXAS P. O. BOX 1249 sex for having May 16, 1961 New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico Attention: Mr. A. L. Porter, Jr. Attached are two copies of Standard Oil Company of Gentlemen: Texas', a Division of California Oil Company, application for administrative approval of allowable transfer from its
Vac-Edge Unit Well No. 4 for a period of 120 days. Also attached is a copy of a letter to the offset operators requesting Yours very truly, waivers. RLMc:ja Attachments



STANDARD OIL COMPANY OF TEXAS

P. O. BOX 1249 . HOUSTON 1, TEXAS

May 16, 1961

Colorado Oil & Gas Corporation 1000 Denver Club Building Denver 2, Colorado

Getty Oil Company Box 731 Tulsa 2, Oklahoma

Humble Oil & Refining Company Box 1600 Midland, Texas

Mobil Oil Company P. O. Box 2406 Hobbs, New Mexico

Phillips Petroleum Company Bartlesville, Oklahoma

Republic Natural Gas Company Wilkinson Foster Building Midland, Texas

Shell Oil Company Box 1509 Midland, Texas Sinclair Oil & Gas Company Box 1470

Midland, Texas

Skelly Oil Company Box 993 Midland, Texas

Sun Oil Company P. O. Box 2880 Dallas, Texas

The Superior Oil Company P. O. Box 1521 Houston 1, Texas

Texas Pacific Coal & Oil Co. 511 West Ohio Street Midland, Texas

Tidewater Oil Company Box 1231 Midland, Texas

Gentlemen:

Attached is Standard Oil Company of Texas, a Division of California Oil Company, application to the New Mexico Oil Conservation Commission requesting administrative approval on allowable transfer from its Vac-Edge Unit Well No. 4 to its Vac-Edge Unit Wells No. 3 and No. 5.

If you have no objection to the proposed application, please execute the attached waiver and return three copies to us.

Yours very truly,

C. N. Segnar, Chief Engineer

RLMc:ja

Attachments

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

Cas 2310



STANDERTO COMPANY OF TEXAS

P. O. BOX 1249 . HOUSTON 1. TEXAS

May 31, 1961

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

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

Gentlemen:

Standard Oil Company of Texas, a Division of California Oil Company, filed an application for administrative approval, dated May 16, 1961, of an allowable transfer for a 120-day period from its Vac-Edge Unit Well No. 4 to Vac-Edge Unit Wells No. 3 and No. 5.

Mr. Nutter stated in a telephone conversation with Mr. R. L. McGannon that the Commission did not have authority to approve the subject application administratively and that the matter would be set for hearing on June 28, 1961.

The attached application has been amended to transfer the allowable from the Vac-Edge No. 4 well to the Vac-Edge No. 3 and No. 6 wells. In the vertical communication test of the Vacuum-Abo reservoir, the utilization of the No. 6 as one of the recipient wells, in lieu of No. 5, is proposed to make it possible to have a more rapid pressure response in Well No. 4 during its shut-in period.

Yours very truly,

. N. Segnar, Chief Enginee

RLMc:ja

Attachment

Car 2310



STRUCKED OU COMPRHE OF TEXAS

P. O. BOX 1249 . HOUSTON I. TEXAS

May 31, 1961

Colorado Oil & Gas Corporation 1000 Denver Club Building Denver 2, Colorado

Getty Oil Company Box 731 Tulsa 2, Oklahoma

Humble Oil & Refining Company Box 1600 Midland, Texas

Mobil Oil Company P. C. Box 2406 Hobbs, New Mexico

Phillips Petroleum Company Bartlesville, Oklahoma

Republic Natural Gas Company Wilkinson Foster Building Midland, Texas

Shell Oil Company Box 1509 Midland, Texas Sinclair Oil & Gas Company Box 1470 Midland, Texas

Skelly Oil Company Box 993 Midland, Texas

Sun Oil Company P. O. Box 2880 Dallas, Texas

The Superior Oil Company P. O. Box 1521 Houston 1, Texas

Texas Pacific Coal & Oil Co. 511 West Ohio Street Midland, Texas

Tidewater Oil Company Box 1231 Midland, Texas

Gentlemen:

Attached is Standard Oil Company of Texas', a Division of California Oil Company, application to the New Mexico Oil Conservation Commission requesting approval of an allowable transfer from its Vac-Edge Unit Well No. 4 to its Vac-Edge Unit Wells No. 3 and No. 6.

The initial application, dated May 16, 1961, requested administrative approval of an allowable transfer from Well No. 4 to Wells No. 3 and No. 5. The Conservation Commission stated that the rules did not permit administrative approval of an allowable transfer and set this matter for hearing June 28, 1961.

In the attached application, it is proposed to utilize Vac-Edge Unit No. 6 as one of the recipient wells, in lieu of No. 5, to make it possible to have a more rapid pressure response in the Well No. 4 during its shut-in period.

May 31, 1961 Page 2

It you have no objection to the proposed application, please execute the attached waiver and return three copies to us.

Yours very truly,

RIMc:ja

Attachments

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

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF STANDARD OIL COMPANY OF TEXAS, A DIVISION OF CALIFORNIA OIL COMPANY, FOR AN ORDER PERMITTING TRANSFER OF ALLOWABLE FROM ITS VAC-EDGE UNIT WELL NO. 4 FOR A PERIOD OF 120 DAYS.

APPLICATION

In support of the application, Standard Oil Company of Texas, a Division of California Oil Company, submits the following facts:

- 1. The Oil Conservation Commission, by Order No. R-1395, / approved the Vac-Edge Unit which comprises the W/2 of Section 3, Section 4, E/2 of Section 5, Section 9, NW/4 of Section 10, all in Township 18 South, Range 35 East, Lea County, New Mexico.
- 2. Oil production has been obtained in the area of the Vac-Edge Unit from the Abo Reef and is designated by the Commission as the Vacuum-Abo Pool.
- 3. It is requested that the allowable of the Standard Oil Company of Texas Vac-Edge Unit Well no. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, be transferred for a period of 120 days to its Vac-Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4 and the NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 wells
- 4. The purpose of transferring the allowable from the Vac-Edge Unit Well No. 4 is to conduct bottom hole pressure surveys to test for vertical communication in the reservoir. The Vac-Edge No. 4 is the only well in the field at this time which is perforated in the upper part of the reef. All other wells are completed in the lower section of the reef. It is planned to keep the Well No. 4 shut-in and observe its bottom hole pressure for any drawdown that would indicate vertical communication.
- 5. Obtaining data related to vertical reservoir communication is necessary for future well completions and for primary and possible secondary production operations.
- 6. Attached is a sketch of the unit area, well locations, and offset operators.

7. A copy of this application has been sent to all offset operators to the Vac-Edge Unit.

> STANDARD OIL COMPANY OF TEXAS A DIVISION OF CALIFORNIA OIL COMPANY

Chief Engineer

AFFIDAVIT

STATE OF TEXAS

COUNTY OF HARRIS

Before me, the undersigned authority, on this day personally , known to me to be the person whose name is appeared C. N. Segnar subscribed to the above instrument, who being by me duly sworn on oath states that he is duly authorized to make the above report and that he has knowledge of the facts stated therein and that the application is true and correct.

SUBSCRIBED AND SWORN TO before me, this the 31 day of

19 61 .

LESTER G LIVERMORE

Notary Public in and for Harris County, Texas My Commission Expires June 1, 1981

Notary Public in and for Harris County, Texas

Copies to:

Colorado Oil & Gas Corp. 1000 Denver Club Bldg.

Denver 2, Colorado

Getty Oil Company Box 731 Tulsa 2, Oklahoma

Humble Oil & Refining Co. Box 1600 Midland, Texas

Mobil Oil Company P. O. Box 2406 Hobbs, New Mexico

Phillips Petroleum Co. Bartlesville, Oklahoma Republic Natural Gas Co. Wilkinson Foster Bldg. Midland, Texas

Shell Oil Company Box 1509 Midland, Texas

Sinclair Oil & Gas Co. Box 1470 Midland, Texas

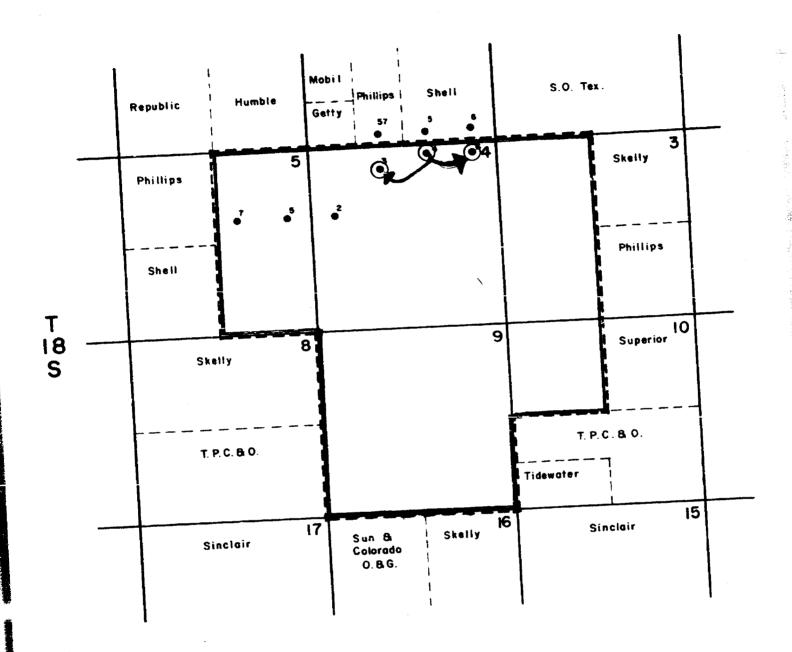
Skelly Oil Company Box 993 Midland, Texas

Sun Oil Company P. O. Box 2880 Dallas, Texas

The Superior Oil Co. P. O. Box 1521 Houston 1, Texas

Texas Pacific Coal & Oil Company 511 West Ohio St. Midland, Texas

Tidewater Oil Co. Box 1231 Midland, Texas



		UNIT PARTICIPATION	
		STANDARD PHILLIPS	36.54368 % 23.07270 %
		TIDEWATER AZTEC	16.39624% 7.69812%
Federal Land State of New Mexico Land TOTAL	None 2,078 Ac.	SHELL	7.69812% 7.67406%
		CITIES SERVICE	1.91708%

VAC-EDGE UNIT-ORDER NºR-1395

T.185., R.35E., N.M.P.M.

Lea County, New Mexico

SCALE 2" = I MILE

Cac 2310

WAIVER

Date 6-23-6/

(m2,10)

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4, and NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

REPUBLIC NATURAL GAS COMPANY

By M. E Lallism

BEFORE THE
OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO
JUNE 28, 1961

EXAMINER HEARING

IN THE MATTER OF

CASE 2310:

Application of Standard Oil Company of Texas for permission to transfer allowables, Lea County, New Mexico:

TRANSCRIPT OF HEARING

FROME CM 3-6691

BEFORE THE OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO JUNE 28, 1961

EXAMINER HEARING

IN THE MATTER OF:

CASE 2310 Application of Standard Oil Company of Texas for permission to transfer allowables, Lea County, New Mexico. Applicant, in the abovestyled cause, during vertical communication tests, seeks permission to transfer allowables in the Vacuum Abo Pool for a 120-day period from its Vac-Edge Unit Well No. 4, located in the Nw/4 NE/4 of Section 4, Township 18 South, Range 35 East, Lea County, New Mexico, to its Vac-Edge Unit Wells Nos. 3 and 6, located in the NE/4 NW/4 of said Section 4 and in the NE/4 NE/4 of said Section 4, respectively.

BEFORE:

Mr. Elvis A. Utz, Examiner.

TRANSCRIPT OF PROCEEDINGS

MR. UTZ: Case 2310.

MR. MCRRIS: Application of Standard Oil Company of Texas for permission to transfer allowables, Lea County, New Mexico.

MR. KELLAHIN: If the Examiner please, Jason Kellahin, Kellahin & Fox, Santa Fe, representing the applicant. We will have one witness I would like to have sworn.



UERQUE, NEW MIXICO

MR. UTZ: Are there other appearances in this case?

> (Whereupon, Applicant's Exhibits Nos. 1,2 and 3 were marked for identification).

R. L. McGANNON,

called as a witness, having been first duly sworn on oath, testified as follows:

DIRECT EXAMINATION

BY MR. KELLAHIN:

- Would you state your name, please? Q
- R. L. McGannon.
- By whom are you employed and in what position? Q
- Standard Oil Company of Texas as Proration Engineer.
 - MR. UTZ: What was the name again?
- M-c-G-a-n-n-o-n.

MR. EKLLAHIN: R. L.

MR. UTZ: Okay.

- (By Mr. Kellahin) Have you had any training and experience as a petroleum engineer, Mr. McGannon?
- Yes. I graduated from Texas A & M College in 1951 with a B.S. in petroleum engineering and mechanical engineering. Since that time, in the past eight years, I have been employed as a petroleum engineer with Standard of Texas.
 - Where have you worked for Standard of Texas?
- I have worked in West Texas, North Texas, and Oklahoma as an engineer.



- Q Where are you presently located?
- A In Houston, Texas.
- Q In connection with your duties with Standard Oil Company, do you have anything to do with the operations in New Mexico?
- A Yes, sir. That is under our supervision, the proration aspect.
- MR. KELLAHIN: Are the witness qualifications acceptable?

MR. UTZ: Yes, they are.

- Q (By Mr. Kellahin) Are you familiar with the application of Standard Oil Company of Texas in Case 2310?
 - A Yes, sir, I am.
- Q Would you state briefly what is proposed in this application?
- Vac-Edge Unit Well No. 4, located in the northwest quarter of the northeast quarter of Section 4, Township 18 South, Range 35 East, Lea County, New Mexico, for a period up to 120 days, for the purposes of testing for vertical communication in the Vacuum Abo reservoir. It is proposed to transfer the allowable from the No. 4 Well to the No. 3 and No. 6 Wells in this field.
- Q Referring to what has been marked as Exhibit No. 1, would you discuss the information shown on that Exhibit?
- A Exhibit No. 1 is an outline of the Vac-Edge Unit, which was created by Order R-1395. The Unit is outlined in red, and the



No. 4 Well is circled in red, with the No. 3 and 6 Wells, the proposed recipient wells circled in green, and around the Unit are the offset operators to this lease.

- The Exhibit also shows the offsetting wells?
- Yes, sir. The offsetting wells are shown with the operators.
- Now, referring to what has been marked as Exhibit No. 2, Q would you discuss the information shown on that Exhibit?
- Exhibit No. 2 is a Lane Wells Mena log, which is comparable to a microlog. On this the section of the Abo reef is shown, and the black indicates your porosity zones in the reef. Also, marked on there are your perforations in the Vac-Edge No. 4 Well, which this log is on. The well is perforated in the upper portion of the pay from 8364 to 8400 feet. This log indicates that you have a gross pay of -- in excess of 500 feet. This average pay in the field, a net pay of approximately 150 feet. As can be seen from this log, the upper porosity zone was perforated for the purposes of testing for vertical communication. The other wells in the field, only on the lower portion of this reef, are perforated.
 - Then, this is the only well that's perforated in the upper portion of the reef?
 - That is correct.
 - And this well is not open in the lower zone, is that Q correct?
 - No, it is not open.



A copy of the application was sent to all offsetting operators, and a request was made for waivers from these operators, and these waivers have been received.

Is there any importantance in conducting this test at the present time, Mr. McGannon?

Yes, sir. We feel that the information on whether we have vertical communication is very important on our completion techniques, plus the possible study of pressure maintenance operations. If we did have vertical communication, you will get a gravity segregation, and, actually, the reservoir is unsaturated at this time, but when the gas starts coming out of solution, if we can form a secondary gas cap, our recovery will be much better than if we have separation in the reservoir, meaning we will start producing gas at an early stage in the field.

Will the results of this test affect your operations in the Unit?

Yes, sir, it will. Α

Will it likewise be of value to the offsetting operators? Q

Yes, sir, it definitely will. A

Is it a fact that this is the only well open in the Q upper zone of any significance?

Yes, sir, it is, at this stage, because we feel that if we do have vertical communication, and a secondary gas cap is



formed, then there will be a possibility of wells that are completed in the gas cap, or what will be the gas cap, producing at a high gas-oil ratio, and if we can -- the sooner we find out the information, it will be more valuable on our completion techniques.

- Q Is there any possibility that other wells may be completed in this zone?
- A Yes. The area is still under development now, and it is possible that wells could be completed in the upper zone at this time.
- Q Is it Standard's position, then, that they wish to make this test prior to the completion of any further wells in the area?
- A Well, I'm not sure of the completion stages of the other wells, but we would like to commence the test the 1st of July to start on an even month, and to try to obtain information as soon as possible.
- Q Are you receiving cooperation in the conducting of the tests from the offsetting operators?
- A Yes, sir. The immediate offset operators have agreed to shut in their wells seventy-two hours. If we obtain permission the first of the month, they would shut in the first three days of the month, and then we would start commencing our shut-in tests.
- Q You understand, Mr. McGarmon, that there is quite a remote possibility an order could be entered prior to the 1st of July in this case, do you not?



- Yes, sir. If we could make the order effective to the A 1st of July, when it is issued, it would be satisfactory.
 - Is that your request, then, to the Commission --Q
 - Yes, sir.
- -- that the order be effective July 1st, regardless of the date it is entered? Do you have anything to add to your comments on this?
 - I believe that's it.
- Were Exhibits 1, 2 and 3 prepared by you, or under your supervision?
 - A Yes, sir.

MR. KELLAHIN: I would like to offer in evidence Exhibits 1, 2 and 3.

MR. UTZ: Without objection, the Exhibits 1, 2 and 3 will be entered into the record in this case.

MR. KELLAHIN: That completes the direct examination.

CROSS-EXAMINATION

BY MR. UTZ:

- Mr. McGannon, do you have the perforations for your No. 3, No. 6?
- A Yes, sir. The No. 3 Well is perforated in the interval 8746 to 8764, and 8778 to 8800. The No. 6 Well is perforated from 8938 to 8950, from 8972 to 8986, from 9,000 feet to 9,007 feet, from 9,022 feet to n,045 feet.
 - The perforations on the No. 3 and 6 are anywhere from



600 feet lower than the perforations on your No. 4?

- That is correct.
- Is there anything in the interpretation of this log that would indicate that there is not vertical communication? Q

No, the log does not conclusively show the lack of vertical communication. It's the appearance of the streaks in the dolomite there that we want to test.

- I think you stated, but would you mind repeating just how you intend to go about creating a secondary gas cap?
 - Well, actually, the reservoir is unsaturated at this time.

As you drop below your saturation pressure, your gas will begin to come out of solution, and if you do have communication, a secondary gas cap would be formed under the circumstances.

- Just a matter of getting your pressure down?
- Yes, sir. A

MR. UTZ: Any other questions of the witness? MR. MORRIS: Yes, sir.

BY MR. MORRIS:

- Mr. McGannon, do you propose to transfer the allowable from your No. 4 Well to the No. 3 and 6 Wells in approximately equal parts?
 - Yes, sir. A
 - Do you have any objection to making that a part of the order that is entered in this case, that it will be transferred



in approximately equal parts?

- A No, sir. That is how we had planned it.
- Q You stated that you had waivers from all of the offset operators. The Commission has received copies of several waivers, but we do not have copies of all of the waivers. Do you have waivers from all of the offset operators?

MR. KELLAHIN: They are Exhibit No. 3, which we entered.

MR. MORRIS: I see.

MR. UTZ: Are there other questions? Any other statements in this case? The witness may be excused.

(Witness excused)

MR. UTZ: The case will be taken under advisement.



STATE OF NEW MEXICO)

COUNTY OF BERNALILLO)

I, ADA DEARNLEY, Court Reporter, in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Proceedings before the New Mexico Oil Conservation Commission was reported by me in machine shorthand and reduced to typewritten transcript under my personal supervision, and that the same is a true and correct record, to the best of my knowledge, skill and ability.

WITNESS my Hand and Seal, the 2nd day of July, 1961, in the City of Albuquerque, County of Bernalillo, State of New Mexico.

Jaa Dearnley NOTARY PUBLIC

My Commission expires:

June 19, 1963

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 23.0, heard by me on 12.8.19.6.

New Mexico Oil Conservation Commission



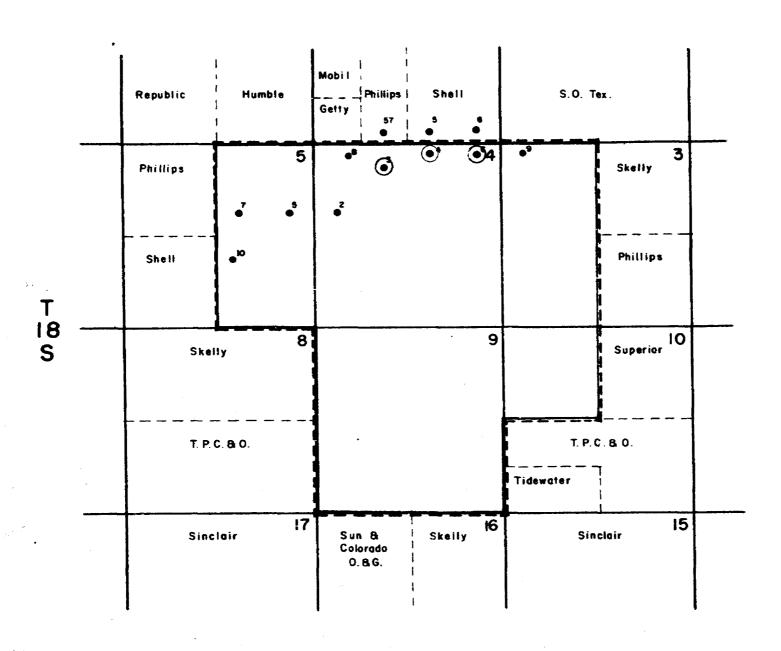
BUQUERQUE, NEW MEXICO

R 35E

UNIT PARTICIPATION

1.91708%

CITIES SERVICE



		STANDARD	36.54368%
		PHILLIPS	23.07270%
		TIDEWATER	16.39624%
LEGEND		AZTEC	7.69812%
Federal Land	None	SHELL	7.69812%
Case of New Maries Land	2 078 4	OHIO	7 6 7 4 0 6 %

VAC-EDGE UNIT-ORDER №R-1395 T.18 S., R.35 E., N.M.P.M. Lea County, New Mexico

TOTAL 2,078 Ac.

BEFORE EXAMINER UTZ

OIL CONSERVATION COMMISSION

EXHIBIT NO. ______

CASE NO. ______

(1.3 duls)

WAIVER

Date Jun 12,1961

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4, and NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

COLORADO OIL & GAS CORPORATION

* Thomas Pylann



Tibemater Oil Company

P. O. BOX 1231 MIDLAND, TEXAS

June 5, 1961

WAIVER

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4, and NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

TIDEWATER OIL COMPANY

For GETTY OIL COMPANY

R. H. Coe, District Production Manager

RHC:ge

REGENTED MAY 4 3 1961 MAY 4 3 1961

Date June 9, 1961

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting approval by the New Mexico Cil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4, and NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

HUMBLE OIL & REFINING COMPANY

By H. L.

Date June 5, 1961

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4, and NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

MOBIL OIL COMPANY

By J. L. Dlives

Date June 6, 1961

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4, and NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

PHILLIPS PETROLEUM COMPANY

O. P. Nicola, Jr. Director of Proration

Production Department

Date 6-23-61

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4, and NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

REPORTE MATERIAL GAS COMMANY

By ME Tallier

Date June 7, 1961

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4, and NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

SHELL OIL COMPANY

R. L. Rankiń

Division Production Manager

Date June 13, 1961

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4, and NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

SINCLAIR OIL & GAS COMPANY

N. F. Gulledge

Assist. Division Production Supt.

Form O. K.

mh

Date June 12,1961

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4, and NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

SKELLY OIL COMPANY

Date June 2, 1961

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4, and NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 walls.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

SUN OIL COMPANY

A. R. Ballou

hail Do

intz 6

WAIVER

Date June 1, 1961

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4, and NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

THE SUPERIOR OIL COMPANY

P. O. Box 1521

Houston 1, Texas

By L. G. Willis

Date June 6, 1961

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Oil Company, is requesting approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Vac-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4, and NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 wells.

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas.

Yours very truly,

TEXAS PACIFIC COAL & OIL COMPANY

Vice Fresident, Froduction



TIDEWATER OIL COMPANY

P. O. BOX 1231 MIDLAND, TEXAS June 2, 1961

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

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

Gentlemen:

We have been advised that Standard Oil Company of Texas, a Division of California Gil Company, is requesting approval by the New Mexico Oil Conservation Commission to permit the transfer of allowable in the Vacuum-Abo Pool from its Var-Edge Unit Well No. 4, located in the NW/4 of NE/4 of Section 4, Township 18 South, Range 35 East, to its Vac-Edge Unit Wells No. 3 and No. 6, located in the NE/4 of NW/4 of Section 4, and NE/4 of NE/4 of Section 4, respectively, both in Township 18 South, Range 35 East. The transferred allowable of the No. 4 well is to be divided equally between the No. 3 and No. 6 wells

The purpose of the allowable transfer is to permit vertical reservoir communication tests in the Vac-Edge No. 4 well during a test period of 120 days.

As an offset operator, we hereby waive objection to the proposed allowable transfer by Standard Oil Company of Texas

Yours very truly,

TIDEWATER OIL COMPANY

By: fluelen H. G. Wesberry & Assit. Prod. Mgr. (Dist.)

SEK/