

MAIN OFFICE OCC

OIL CONSERVATION COMMISSION

1955 APR 23 AM 11:33

BOX 2045

HOBBS, NEW MEXICO

DATE 4/25/55

MR. W. B. MACEY  
OIL CONSERVATION COMMISSION  
BOX 871  
SANTA FE, NEW MEXICO

RE:  
PROPOSED NSP 140  
PROPOSED NSL \_\_\_\_\_

Dear Mr. Macey:

I have examined the application dated 4/15/55  
for the El Paso Nat. Gas Shell Black #2 0 21-24-37  
Operator Lease and Well No. S-T-R

and my recommendations are as follows:

\_\_\_\_\_  
OK-SJS  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Yours very truly,

OIL CONSERVATION COMMISSION

120 acres  
hs

Stanley J. Stanley  
Engineer

cc: OCC - Hobbs  
4/22/55

NSP-140  
due 5/19/55

El Paso Natural Gas Company  
MAIN OFFICE OCC

1955 APR 18 AM 11:40 El Paso, Texas  
April 15, 1955

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

Attention: Mr. W. B. Macey

Re: Application of El Paso Natural Gas Company for approval of a Non-Standard Gas Proration Unit. El Paso Natural Gas Company's Shell-Black #2 Well, W/2 SE/4, SE/4 SW/4 of Section 21, Township 24 South, Range 37 East, N.M.P.M., Jalmat Gas Pool, Lea County, New Mexico.

Gentlemen:

Under the provisions of Commission Order No. R-520, Rules 3 and 5(b), delegating the Secretary of the Commission authority to grant exceptions to the requirements of Rules No. 2 and No. 5(a) without notice and hearing for an unorthodox location and non-standard gas proration unit, respectively, El Paso Natural Gas Company hereby applies for an exception to the aforementioned two rules for the El Paso Natural Gas Company's Shell-Black #2 Well, Jalmat Field.

In support of the above application, the following data is furnished:

The El Paso Natural Gas Company's Shell-Black #2 Gas Well is located 1980 feet from the East Line and 660 feet from the South Line of Section 21, Township 24 South, Range 37 East, N.M.P.M. Said well was commenced on January 22, 1937 and was completed as an oil well by Shell Oil Company on April 15, 1937 at a total depth of 3484 feet. On February 13, 1951 Shell Oil Company conveyed said well to El Paso Natural Gas Company. El Paso re-worked and plugged said well back to 3086 feet. Re-working operations were completed on April 19, 1951. El Paso Natural Gas Company's Shell-Black #2 Well was re-completed as a gas well in the basal Yates and upper Seven Rivers formations for 930 MCFPD absolute open flow. On September 22, 1952 the shut-in pressure was 961 lbs. gauge and 1370 MCFPD absolute open flow. On May 1, 1953 the shut-in pressure was 851 lbs. and 1350 MCFPD absolute open flow.

Concerning the exception to Rule No. 2 we wish to state the following:

1. The unorthodox location was occasioned by the re-completion of the well previously drilled to another horizon.

2. All operators within a 1980 feet radius of the subject well have been furnished a copy of this application.

With regard to the exception to Rule No. 5(a), we wish to state the following:

1. That the proposed non-standard gas proration unit of 120 acres consisting of the W/2 SE/4, SE/4 SW/4 of Section 21, Township 24 South, Range 37 East, is comprised of contiguous quarter-quarter sections.

2. That the proposed non-standard gas proration unit lies wholly within a single governmental section.

3. That the entire proposed non-standard gas proration unit may reasonably be presumed to be productive of gas.

4. That the length or width of the proposed non-standard gas proration unit does not exceed 5280 feet.

5. That the entire proposed non-standard gas proration unit lies within the horizontal limits of the Jalmat Gas Pool.

6. That by copy of this letter of application all the other operators owning an interest in the section in which the proposed non-standard gas proration unit is situated and all operators owning an interest within 1500 feet of the well have been notified by registered mail of this application.

A plat showing the acreage to be dedicated to the proposed non-standard gas proration unit, the location of the proposed well, and the offset ownership is attached hereto.

El Paso Natural Gas Company wishes to advise the Commission that it is our intention to use said well as the unit well.

In view of the existence of the facts herein stated and compliance with the provisions of Rules 3 and 5(b) of the Oil Conservation Commission's Order No. R-520, El Paso Natural Gas Company requests that the Secretary of the Commission approve the above described proposed non-standard gas proration unit.

Respectfully submitted,

EL PASO NATURAL GAS COMPANY

By



R. L. Hamblin

Manager

Lease Department

RLH:JJB:bjg  
Encls.

The State of Texas

County of El Paso

On this 15<sup>th</sup> day of April, 1955, before me personally appeared R. L. HAMBLIN, to me known to be the person who executed the foregoing letter and states that the foregoing statements are true to the best of his knowledge and belief.

In witness whereof, I have hereunto set my hand and seal on this day and year first above written.

My Commission expires:

Bernard S. Billingsley

Notary Public, in and for El Paso County, Texas

~~My commission expires June 1, 1955~~

*Bernard S. Billingsley*  
Notary Public in and for the State  
of Texas, County of El Paso.

Registered Mail

cc: The Texas Company  
P. O. Box 1720  
Fort Worth, Texas

Stanolind Oil and Gas Co.  
P. O. Box 1410  
Fort Worth, Texas

Skelly Oil Company  
1650 Skelly Building  
Tulsa 12, Oklahoma

Shell Oil Company  
P. O. Box 1509  
Midland, Texas

Plains Production Company  
1110 Tower Petroleum Building  
Dallas, Texas

Schermerhorn Oil Company  
714 First National Building  
Tulsa, Oklahoma

Gulf Oil Corporation  
P. O. Box 1290  
Fort Worth, Texas

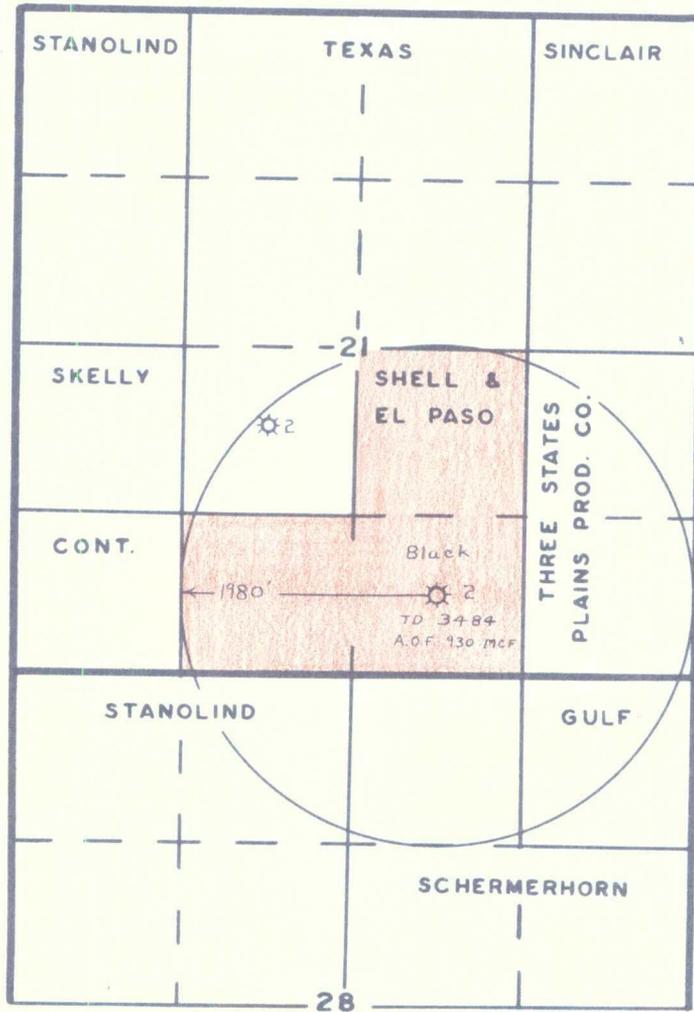
New Mexico Oil Conservation Commission (3)  
P. O. Box 871  
Santa Fe, New Mexico

Continental Oil Company  
1710 Fair Building  
Fort Worth, Texas

Sinclair Oil and Gas Company  
Sinclair Oil Building  
Tulsa, Oklahoma

Three States Natural Gas Company  
Corrigan Tower  
Dallas, Texas

R 37 E



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April 18, 1955

The Atlantic Refining Company  
P. O. Box 2819  
Dallas 1, Texas

Re: Application of El Paso Natural  
Gas Company for approval of a  
Non-Standard Gas Proration Unit.  
El Paso Natural Gas Company's  
Shell-Black #2 Well, W/2 SE/4,  
SE/4 SW/4 of Section 21, Township  
24 South, Range 37 East, N.M.P.M.  
Jalmat Gas Pool, Lea County, New  
Mexico.

Gentlemen:

On April 15, 1955, El Paso Natural Gas Company applied for approval of a Non-Standard Gas Proration Unit covering the W/2 SE/4, SE/4 SW/4 of Section 21, Township 24 South, Range 37 East, N.M.P.M., Lea County, New Mexico. The El Paso Natural Gas Company's Shell-Black #2 Well is located upon this acreage.

Since we mailed said application for a Non-Standard Gas Proration Unit, we learned that your company might have an interest in the SW/4 SW/4 of Section 21, Township 24 South, Range 37 East. In compliance with the New Mexico Oil and Gas Conservation Commission's Order No. R-520, we are furnishing you by registered mail with a copy of said application.

Very truly yours,



J. J. Bowden  
Area Landman  
Lease Department

JJB:bjg  
Encl.

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

April 18, 1955

The Atlantic Refining Company  
P. O. Box 2819  
Dallas 1, Texas

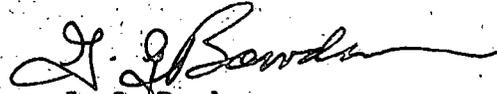
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J. J. Bowden  
Area Landman  
Lease Department

JJB:bjg  
Encl.

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

MAIN OFFICE 900

APR 18 1955

April 18, 1955

Standard Oil Company of Texas  
P. O. Box 1249  
Houston 1, Texas

Re: Application of El Paso Natural  
Gas Company for approval of a  
Non-Standard Gas Proration Unit.  
El Paso Natural Gas Company's  
Shell-Black #2 Well, W/2 SE/4,  
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J. J. Bowden  
Area Landman  
Lease Department

JJB:bjg

Encl.

cc: New Mexico Oil Conservation Commission  
P. O. Box 971  
Santa Fe, New Mexico

MAIN OFFICE OCC

1955 APR 18 11 17

April 18, 1955

Standard Oil Company of Texas  
P. O. Box 1249  
Houston 1, Texas

Re: Application of El Paso Natural Gas Company for approval of a Non-Standard Gas Proration Unit. El Paso Natural Gas Company's Shell-Black #2 Well, W/2 SE/4, SE/4 SW/4 of Section 21, Township 24 South, Range 37 East, N.M.P.M. Jalmat Gas Pool, Lea County, New Mexico.

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J. J. Bowden  
Area Landman  
Lease Department

JJB:bjg  
Encl.

cc: New Mexico Oil Conservation Commission  
P. O. Box 971  
Santa Fe, New Mexico

NSA 140

July 12, 1955

Mr. F. J. Danglade  
Box 675  
Lovington, New Mexico

Re: Alexander Communitization  
Sec. 7-218-37E  
Lea County

Dear Sir:

We are enclosing three copies of the above designated Communitization, which was approved by the Commissioner of Public Lands July 12, 1955.

Please remit filing fee in the amount of five dollars (\$5.00) at your earliest convenience.

Very truly yours,

E. S. WALKER  
Commissioner of Public Lands

Encl.  
cc: OCC-Santa Fe  
MMR:m

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MAIN OFFICE OCC

1955 JUL 13 AM 10:24

NSA 140

July 12, 1955

Mr. F. J. Dangle  
Box 675  
Lovington, New Mexico

Re: Alexander Communitization  
Sec. 7-21S-37E  
Lea County

Dear Sir:

We are enclosing three copies of the above designated  
Communitization, which was approved by the Commissioner of  
Public Lands July 12, 1955.

Please remit filing fee in the amount of five dollars  
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Very truly yours,

E. S. WALKER  
Commissioner of Public Lands

Encl.  
cc: OCC-Santa Fe  
MMR:m

C  
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P  
Y

8 JULY 1955

157 15 15 21 65

RE: COMMUNITIZATION AGREEMENT  
Lot 2; SEMNW¼ & E½ SE¼  
Section 7, Twp. 21S, Rge. 37E.  
Lea County, New Mexico  
Alexander Unit  
State Lease B-2527--7

State Land Office  
Santa Fe, New Mexico

Attention: Mr. William O. Jordan

Dear Oscar:

In reply to your letter of 24 June 1955, I hand you herewith  
Communitization Agreement in quadruplicate for the approval of  
the Commissioner. Please note that said Agreement has been  
executed by all other necessary parties.

This agreement will pool the sub-division SEMSW¼ Sec. 7-21S-37E  
under the above numbered State Lease.

Under Administrative Order No. NSP-146 dated 12 June 1955, this  
pooling arrangement has been approved by the New Mexico Oil Con-  
servation Commission with an assigned allowable based upon the  
unit size of 157 acres.

Under this arrangement we calculate that the royalty interest of  
the State of New Mexico will be 1/8 of 40/157 or 3.184713% of  
total production.

It is our understanding that the unit allowable based on 157 acres  
began with July 1, 1955 runs.

It will be very greatly appreciated if you will cause all of these  
instruments to be executed by the Commissioner, three of which  
should be returned to me.

Yours very truly,

THE ORIGINAL OF THIS  
LETTER WAS SIGNED BY  
F. J. DANGLADE.

FJD:fh

- cc: Peerless Oil & Gas Co.
- J. Hiram Moore
- Amerada Petroleum Corp.
- N.Mex. Oil Conservation Comm. ✓  
        Santa Fe
- N.Mex. Oil Conservation Comm.  
        Hobbs
- El Paso Natural Gas Co.

MAIN OFFICE OCC

8 JULY 1955

1955 JUL 11 AM 8:45

RE: COMMUNITIZATION AGREEMENT  
Lot 2; SE1/4NW1/4 & E1/2 SE1/4  
Section 7, Twp. 21S, Rge. 37E.  
Lea County, New Mexico  
Alexander Unit  
State Lease B-2527--7

State Land Office  
Santa Fe, New Mexico

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Yours very truly,

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LETTER WAS SIGNED BY  
F. J. DANGLADE.

FJD:fh

cc: Peerless Oil & Gas Co.  
J. Miran Moore  
Amerada Petroleum Corp.  
N.Mex. Oil Conservation Comm. ✓  
Santa Fe  
N.Mex. Oil Conservation Comm.  
Hobbs  
El Paso Natural Gas Co.