

cc. - O.C.C. - *Hobbs*
145705
MAIN OFFICE FORT WORTH PRODUCTION DIVISION

1075 EEO 3 AM 9:15
P. O. Box 2167
Hobbs, New Mexico
December 1, 1955

NSP-206

dtb 11/24/55

Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico

Re: Application for 160 Acre Non-
Standard Gas Proration Unit,
Eumont Gas Pool, Comprising SE/4
Section 20-19S-37E, Lea County,
New Mexico

Gentlemen:

By the above application dated October 13, 1955, a 160 acre non-standard gas proration unit was requested. This application listed the unit well as F. W. Kutter No. 3. This well should have been listed as F. W. Kutter "A" No. 3. Will you please correct your records accordingly.

Yours very truly,

C. F. Taylor
C. F. Taylor
Area Superintendent of
Production

HKJ:ptg

cc: The Texas Company
Box 1270
Midland, Texas

Amerada Petroleum Corp.
Box 2040
Tulsa, Oklahoma
Attn: R. S. Christie

Humble Oil & Refining Co.
Box 1600
Midland, Texas
Attn: R. S. Dewey

Southern Petroleum Exploration
Roswell, New Mexico

Skelly Oil Company
Box 38
Hobbs, New Mexico

Tide Water Associated Oil Co.
Box 1404
Houston, Texas
Attn: J. B. Holloway

Shell Oil Company
Box 1957
Hobbs, New Mexico

Mr. J. B. Headley
Box 1017
Roswell, New Mexico

November 23, 1955

Gulf Oil Corporation
P. O. Drawer 1290
Fort Worth 1, Texas

Attention: Mr. B. E. Thompson

Re: Oil Conservation Commission
Administrative Order NSP-206

Gentlemen:

On the 23rd. day of November, 1955, the Oil Conservation Commission approved the above order for your F. W. Kutter Well No. 3, located in the NW/4 SE/4 of Section 20, Township 19 South, Range 37 East, Lea County, New Mexico, in the Eumont Gas Pool.

In view of the above order, it will be necessary for you to submit an application to communitize the following State acreage in the SE/4 of Section 20, consisting of Gulf lease No. B-246-1, Southern Petroleum lease No. B-2268-1 and Shell lease No. B-1167-12, which is included in the above order, and which must be submitted to the Commissioner of Public Lands for approval within 60 days.

Your cooperation in this regard will be appreciated.

Very truly yours,

E. S. Walker
Commissioner of Public Lands

cc: Shell Oil Company, Roswell
Southern Petroleum Exploration Inc., Roswell

CLASS OF SERVICE

This is a fast message unless its deferred character is indicated by the proper symbol.

WESTERN UNION TELEGRAM

W. P. MARSHALL, PRESIDENT

1201

SYMBOLS

DL=Day Letter

NL=Night Letter

LT=International Letter Telegram

The filing time shown in the date line on domestic telegrams is STANDARD TIME at point of origin. Time of receipt is STANDARD TIME at point of destination

LA 165/ DC295

1955 NOV 22

(55) 3:35 PM

D FWD556 PD=FAX FORT WORTH TEX 22 340PMC=

OIL CONSERVATION COMMISSION, ATTN WARREN MANKIN=

-STATE OF NEW MEXICO SANTA FE NMEX=

REURLET OF OCTOBER 13, 1955, GULF'S KUTTER NO. 3 WILL BE
LOCATED 1650 FEET FROM THE SOUTH AND EAST LINES OF SECTION
20, T=19-S, R=37-E=

B E THOMPSON GULF OIL CORP=

NSP-206

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

OIL CONSERVATION COMMISSION .

BOX 2045

HOBBS, NEW MEXICO

See 11/28/55

DATE Nov. 1, 1955

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

RE:

PROPOSED NSP 206

PROPOSED NSL _____

Dear Mr. Macey:

I have examined the application dated Oct. 13, 1955

for the Gulf Kutter No. 3 20-19-37
Operator Lease and Well No. S-T-R

and my recommendations are as follows:

O. K.-either location--C. R.

O. K.---R. F. M.

Yours very truly,

OIL CONSERVATION COMMISSION

C. M. Rieder
C. M. Rieder

~~Stanley J. Stanley~~
Engineer



PETROLEUM AND ITS PRODUCTS

GULF OIL CORPORATION

B. E. THOMPSON
DIVISION PRODUCTION MANAGER

P.O. DRAWER 1290 · FORT WORTH 1, TEXAS

October 13, 1955

FORT WORTH
PRODUCTION DIVISION

Re: Application for 160-Acre Non-Standard
Gas Proration Unit, Eumont Gas Pool,
Comprising SE/4 Section 20, T-19-S,
R-37-E, Lea County, New Mexico

Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico

Gentlemen:

Gulf Oil Corporation hereby makes application for approval of a non-standard gas proration unit comprising the SE/4 Section 20, T-19-S, R-37-E, Lea County, New Mexico, and in support thereof states the following facts:

- (1) The working interests ownership of the three tracts comprising the proposed 160-acre non-standard gas proration unit is as follows:
 - (a) W/2 SE/4 Section 20, T-19-S, R-37-E (80 acres)-
Gulf Oil Corporation - F. W. Kutter Lease.
 - (b) NE/4 SE/4 Section 20, T-19-S, R-37-E (40 acres)-
Shell Oil Company - State "H" Lease.
 - (c) SE/4 SE/4 Section 20, T-19-S, R-37-E (40 acres)-
Mr. J. B. Headley et al - Klingsmith Lease.
- (2) In order to enable the production of gas-well gas for the Eumont Formation underlying the proposed non-standard gas unit, Gulf Oil Corporation is planning to drill and complete within the vertical limits of the Eumont Gas Pool the F. W. Kutter #3 at a location which will be 1650 feet from the East line and either 990 or 1650 feet from the South line of Section 20, T-19-S, R-37-E.
- (3) Subject to the authorization of the Oil Conservation Commission for the operation of the SE/4 Section 20, T-19-S, R-37-E, as a non-standard 160-acre Eumont Pool gas proration unit and the ascribing of the 160-acre unit to Gulf's proposed F. W. Kutter #3, Gulf, Shell, and J. B. Headley et al have agreed to enter

all 1046 lands

Communitize

Spts
Potter

acres!

Completed well?

where
exactly?
$$\begin{array}{r} 87 \\ 5 \\ \hline 435 \end{array}$$

into gas pooling and operating agreements covering the acreage to be included in the unit and the production of gas from such unit.


- (4) There are no wells on the proposed unit acreage which are completed within and producing from the vertical limits of the Eumont Gas Pool.
- (5) The N/2 of Section 20 and the SW/4 of Section 20, T-19-S, R-37-E, have previously been designated by the Oil Conservation Commission as non-standard gas proration units of 320 acres and 160 acres, respectively.
- (6) The proposed non-standard gas proration unit will meet the requirements of Rule 5(b) of the Oil Conservation Commission Order No. R-520 as follows:
 - (a) Contiguous quarter-quarter sections will comprise the unit.
 - (b) The proposed unit lies wholly within a single governmental section.
 - (c) All acreage within the proposed unit may reasonably be presumed productive of gas.
 - (d) The length or width of the proposed unit does not exceed 5280 feet.
 - (e) By copy of this letter of application all operators owning interests in the section in which the proposed unit is located and all operators within 1500 feet of the proposed unit well are notified by registered mail of the intent of Gulf Oil Corporation, Shell Oil Company, and J. B. Headley et al to form this proposed unit.

In view of the existence of the factors herein stated and compliance with the provisions of Rule 5(b) of the Special Rules and Regulations for the Eumont Gas Pool as set forth in Order R-520, Gulf Oil Corporation requests that the above described non-standard gas unit be approved and a 160-acre unit allowable be assigned effective on the first day of the month next succeeding the month in which this application is approved, or the date of filing of Form C-104 and Form C-110 and the gas-well plat on the proposed Gulf Oil Corporation - F. W. Kutter #3, or on the date of connection of said well to a gas transportation facility, whichever date is the later.

Respectfully submitted,

GULF OIL CORPORATION

By:


Division Production Manager

cc: Registered Mail - Return Receipt Requested:

7 The Texas Company
Box 1270
Midland, Texas

7 Amerada Petroleum Corporation
Box 2040
Tulsa, Oklahoma
Attn: Mr. R. S. Christie

Tide Water Associated Oil Company
Box 1404
Houston, Texas
Attn: Mr. J. B. Holloway

Humble Oil and Refining Company
Box 1600
Midland, Texas
Attn: Mr. R. S. Dewey

Skelly Oil Company
Box 38
Hobbs, New Mexico

Southern Petroleum Exploration Co.
Roswell, New Mexico

✓ Shell Oil Company
Box 1957
Hobbs, New Mexico

OK

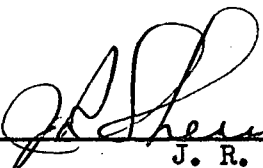
Mr. J. B. Headley
Box 1017
Roswell, New Mexico

cc: Oil Conservation Commission
Box 2045
Hobbs, New Mexico

STATE OF TEXAS

COUNTY OF TARRANT

BEFORE ME, the undersigned authority, on this day personally appeared J. R. Sherman, Division Gas Engineer of the Fort Worth Production Division of Gulf Oil Corporation, who, after being by me duly sworn, upon his oath states that, to the best of his knowledge, the statements contained in the foregoing Application of Gulf Oil Corporation, dated October 13, 1955, are true and correct and that copies of such Application were duly deposited on October, 1955, in the United States post office as registered mail, with all charges prepaid, addressed to each of the parties shown receiving carbon copies of such Application.


J. R. SHERMAN

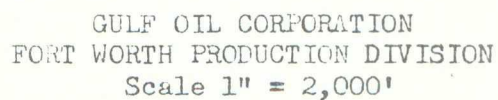
SUBSCRIBED AND SWORN to before me by the said J. R. Sherman this day of October, 1955, to certify which witness my hand and seal of office.

J. H. King, Jr.
Notary Public in and for Tarrant
County, Texas

My Commission Expires:

June 1, 1957

T
19
S



Gulf - F. W. Kutter Lease
Shell - State "H" Lease
Headley et al - Klingsmith Lease

NSP-206

MAIN OFFICE 000

J. B. HEADLEY
PETROLEUM GEOLOGIST
1212 N. PENNSYLVANIA
ROSWELL, NEW MEXICO

October 24, 1955

1:15 PM 1:14
PETROLEUM EXPLORATION
SOUTHERN PETROLEUM
EXPLORATION INC.

TWO STATES OIL CO.
THE WISER OIL CO.

AIR MAIL

Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico

Re: Application for 160 Acre Non-Standard Gas Proration Unit, Eumont
Gas Pool, comprising SE/4 of Sec. 20, Twp. 19 South, Rge. 37 East,
Lea County, New Mexico

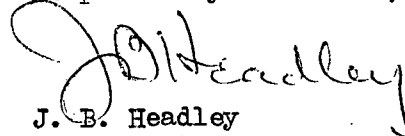
Our File: Klingsmith State B-2268, SE/4 SE/4 of Sec. 20-19S-37E,
Lea County, New Mexico

Gentlemen:

I am in receipt of copy of application of Gulf Oil Corporation for a 160
acre non-standard gas proration unit as before and above described dated Fort
Worth, Texas, October 13, 1955.

Gulf has requested that I advise you of my concurrence in and ratification
of the application. This I do but in doing so I do not in any way represent any
of the other working interest participants in the SE/4 SE/4 of Section 20, Town-
ship 19 South, Range 37 East, known as the Klingsmith State Lease. It is my under-
standing that all the other participants in the working interest are in agreement
with Gulf but my ratification can only be individual and does not represent any
of the others. Such a ratification must come from each of them individually.

Respectfully submitted,



J. B. Headley
Part Owner of Working
Interest SE/4 SE/4 of
Sec. 20-19S-37E,
Lea County, New Mexico

JBH:cw

air mail cc: Mr. J. R. Sherman
Division Gas Engineer
Gulf Oil Corporation
Box 1290
Fort Worth 1, Texas

Mrs. Frank Foster
407 Mesquite Drive
Hobbs, New Mexico

Mr. Herman R. Crile
8142 North Central Avenue
Phoenix, Arizona

cc: Mr. E. S. Grear
Gulf Oil Corporation
200 West First Street
Roswell, New Mexico

Mr. Peter Hurd
Sentinel Ranch
San Patricio, New Mexico

NSP-206

MAIN OFFICE OCC

HERMAN R. CRILE
P. O. BOX 864
ROSWELL, NEW MEXICO
November 7, 1955

NOV 8 AM 11:42

Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico

Re: Application for 160-acre
Non-standard Gas Probation
Unit, Eumont Gas Pool,
Comprising SE/4 Sec. 20,
T-19-S, R-37-E, Lea County,
New Mexico

Gentlemen:

Gulf Oil Corporation filed application with you on October 13, 1955, for a 160 acre non-standard gas probation unit, in the Eumont gas pool, to be comprised of the SE/4 of Section 20, T-19-S, R-37-E, Lea County, New Mexico

I am the owner of an operating interest on a portion of the land embraced in said application and wish to advise that said application has my entire approval. Your ratification and approval of this application will be appreciated by me and is hereby requested.

Very truly yours,

Herman R. Crile
Herman R. Crile

HRC/ab

CC; Gulf Oil Corporation
P. O. Drawer 1290
Ft. Worth 1, Texas

NSP-206



MAIN OFFICE OCC

NOV 14 AM 8:59

SHELL OIL COMPANY

P. O. Box 845
Roswell, New Mexico

November 9, 1955

Subject: Lea County, New Mexico
Eumont Field
NM-519-G - State

Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico

Gentlemen:

This is to advise that we concur in the Gulf Oil Corporation application for approval of a 160-acre non-standard gas proration unit comprising the SE-1/4 of Section 20, T-19-S, R-37-E, Lea County, New Mexico, and we have agreed to enter into gas pooling and operating agreements covering this acreage subject to authorization of the unit by the Commission.

Our State of New Mexico lease B-1167 ("H" Lease) covering the NE-1/4 SE-1/4 of Section 20, T-19-S, R-37-E, is involved in this matter.

Yours very truly,

O. V. Lawrence
Roswell Division Land Manager