

TURNER, ATWOOD, WHITE, McLANE AND FRANCIS

ATTORNEYS AND COUNSELORS AT LAW

SUITE 1711 MERCANTILE BANK BUILDING

DALLAS 1, TEXAS

J. GLENN TURNER
FELIX ATWOOD
W. D. WHITE
ALFRED E. McLANE
EDWARD L. FRANCIS
JAMES B. FRANCIS
TREVOR REES-JONES
HARRY S. WELCH
THOS. R. HARTNETT III
H. L. HITCHINS, JR.

September 25, 1951

41 300

Mr. R. R. Spurrier, Secretary
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Re: Case 300

Dear Mr. Spurrier:

Upon reviewing our file on Delhi Oil Corporation's application for approval of the communitization of certain extreme western quarter sections of Sections 6, 7, 18, 19, 30 and 31 of Township 30 North, Range 8 West, N.M.P.M., San Juan County, for the establishment of four drilling units designated as your Case 300, I cannot find where I sent to you a copy of Mr. Morrell's comments on the application as I agreed to do at the August 21st hearing and I presume that I have just overlooked the matter.

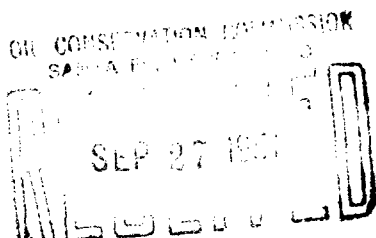
Enclosed is a copy of his letter to me showing that he is in accord with the application. You will notice that by Commission Order No. R-60, Case No. 258, the extreme western quarter sections in Township 29 North, Range 8 West, have already been covered by a similar order and our application was, therefore, withdrawn as to that township.

Please accept my apology for having been so dilatory in getting Mr. Morrell's letter to you.

With best regards.

Yours very truly,

TURNER, ATWOOD, WHITE,
McLANE and FRANCIS



AEM:ed

By

Alfred E. McLane
Alfred E. McLane

enc



UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
P. O. Box 997
Roswell, New Mexico

August 6, 1951

Turner, Atwood, White, McLane and Francis
Attorneys and Counselors at Law
Suite 1711 Mercantile Bank Building
Dallas 1, Texas

Attention: Mr. Alfred E. McLane

Gentlemen:

Reference is made to your letter of July 28, 1951 requesting my views regarding communitization of acreage contained in short quarter sections along the west side of Ts. 29 and 30 N., R. 8 W., N.M.P.M., San Juan County, New Mexico into communitized tracts comprising three legal quarter sections each, similar to the manner in which tracts along the west boundaries of Ts. 30 and 31 N., R. 9 W., were communitized and approved for proration purposes by the Oil Conservation Commission under Order R-35, Case No. 236. You listed the four drilling units suggested by you for each of the two townships.

For your information, drilling and producing units already have been designated for such tracts located on the west side of T. 29 N., R. 8 W. by Commission Order No. R-60, Case No. 258, copy herewith. The four units designated are identical with those described in your letter. Unlike the tracts designated by Order R-35, the four tracts designated by Order R-60 each comprise more than 320 acres. Order R-60 stated that each tract shall be given an allowable equal to that of a 320-acre tract in the event gas proration orders are later issued for said wells. Accordingly, tracts designated comprising three legal quarter sections each in the extreme west of T. 30 N., R. 8 W., which also comprise more than 320 acres each, probably will be given an allowable equal to that of a 320-acre tract.

As the entire area is being developed on 320-acre spacing for Mesaverde production and each three consecutive legal quarter sections along the west boundary of T. 30 N., R. 8 W., approximate 320 acres due to irregularity of the sections, this office is of the opinion that designation of the four drilling units within said township as described in your letter will promote orderly development of the field. Consequently, no objection is offered to the approval of such drilling units for proration purposes by the Oil Conservation Commission. You may use all or so much of this letter as you desire in presenting the statements contained herein to the Commission.

FOSTER MORRELL
Oil and Gas Supervisor
Southwestern Region

cc: Mr. McLane ✓

Waiting for opinion
from Attorney General
re perpetuation of leases
if well drilled on 160 ac.
and 320 ac spacing.

with order -

Following R-60 -

Just missing Phillips petra-

Denton -

~~check also~~

Wright 5 mi

#87 48

13 3/4

172

of 6 @ 172

20502

RECEIVED
JUL 30 1951

TURNER, ATWOOD, WHITE, McLANE AND FRANCIS

ATTORNEYS AND COUNSELORS AT LAW

SUITE 1711 MERCANTILE BANK BUILDING

DALLAS 1, TEXAS

July 28, 1951

J. GLENN TURNER
FELIX ATWOOD
W. D. WHITE
GILBERT P. HOWARD
ALFRED E. McLANE
EDWARD L. FRANCIS
JAMES B. FRANCIS
TREVOR REES-JONES
WM. V. COUNTS
HARRY S. WELCH

Case 300 -

Graham - June Aug 21

Mr. R. R. Spurrier
Secretary
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Mr. Spurrier:

In accordance with our discussion in your office on July 24th, we should like to request in behalf of Delhi Oil Corporation that the Commission order a hearing on its own motion to consider the advisability of issuing an order pertaining to communitization of the extreme Western quarter sections of Sections 6, 7, 18, 19, 30 and 31 of Townships 29 and 30 North, Range 8 West, N.M.P.M., San Juan County, New Mexico, each of which quarter sections contains approximately 100 acres of land.

You will recall that Order R-35 in Case 236 of the Commission provided for communitization of three such short quarter sections to form each drilling unit in the case of lands in the same sections of Townships 30 and 31 North, Range 9 West.

We suggest that eight drilling units be provided for as follows:

1. West 1/2 Section 6 and Northwest 1/4 Sec. 7, Township 29 North, Range 8 West
2. Southwest 1/4 Section 7 and West 1/2 Sec. 18, Township 29 North, Range 8 West
3. West 1/2 Section 19 and Northwest 1/4 Sec. 30, Township 29 North, Range 8 West

Page #2
Mr. R. R. Spurrier
7/28/51

4. Southwest 1/4 Sec. 30 and West 1/2 Sec. 31,
Township 29 North, Range 8 West

5. West 1/2 Sec. 6 and Northwest 1/4 Sec. 7,
Township 30 North, Range 8 West

6. Southwest 1/4 Sec. 7 and West 1/2 Sec. 18,
Township 30 North, Range 8 West

7. West 1/2 Sec. 19 and Northwest 1/4 Sec. 30,
Township 30 North, Range 8 West

8. Southwest 1/4 Sec. 30 and West 1/2 Sec. 31,
Township 30 North, Range 8 West

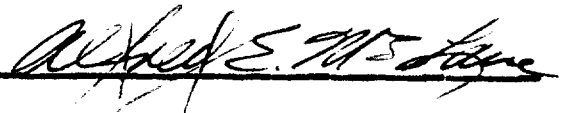
As the Commission is to hold a hearing on August 21st on other matters, it is suggested that such would be a convenient date for the hearing on this matter also.

We have also written to Mr. Foster Morrell to obtain his ideas with regard to this matter.

Yours very truly,

TURNER, ATWOOD, WHITE,
McLANE AND FRANCIS

By



AEM:SH

TURNER, ATWOOD, WHITE, McLANE AND FRANCIS

Case 300

DELHI OIL CORPORATION

1315 PACIFIC AVENUE

DALLAS 1, TEXAS

July 19, 1951

Mr. R. R. Spurrier, Secretary
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Re: Order No. R-35, Case 236

Dear Sir:

In the above captioned Order, paragraph A, the Commission recognized that "the extreme western quarter-sections of Sections 6, 7, 18, 19, 30 and 31 of Townships 30 and 31 North, Range 8 West, N.M.P.M., San Juan County, New Mexico are "narrow" quarter-sections comprising approximately 100 acres each."

In paragraph No. 1 the Commission designated drilling units for "narrow" quarter-sections for both Townships 30 and 31 North, Range 9 West, as per our application for permission to communitize short or narrow quarter-sections on a North-South basis.

Delhi desires to drill a Mesaverde well in the SW $\frac{1}{4}$ of Section 7, Township 30 North, Range 8 West.

Will it be necessary for Delhi to make application to the Oil Conservation Commission for designation of drilling units and permission to communitize narrow quarter-sections in Township 30 North, Range 8 West, or does Order No. R-35 under paragraph A give us permission to form drilling units on the same basis as set out for Townships 30 and 31 North, Range 9 West?

We shall appreciate your advice in this matter.

Yours very truly,

DELHI OIL CORPORATION

By


Katherine Vaughn,
Land Department

Page 2 of 2

JK

November 29, 1951

Delhi Oil Corporation
1315 Pacific Avenue
Dallas 1, Texas

Re: Delhi State Co. 2 Well
1 1/2 Sec. 16, T30N, R9E
Communitization Agreement

Gentlemen:

Your letter dated November 20, 1951 directed to the Oil Conservation Commission regarding the above captioned agreement has been referred to this office for consideration and reply.

The Delhi Communitization Agreement dated April 2, 1951 covers lands in San Juan County as follows:

Township 30 North, Range 9 East
Section 32: SE 1/4

Township 30 North, Range 9 East
Section 32: SE 1/4

Township 30 North, Range 9 East
Section 32: NE 1/4

Township 30 North, Range 9 East
Section 32: NE 1/4, NW 1/4

Township 30 North, Range 9 East
Section 32: NE 1/4

OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO.
NOV 30 1951

Section 16 is not listed in our files as being part of this agreement. The files of the Oil Conservation Commission also fail to disclose an agreement covering lands mentioned in your letter.

Very truly yours,
Guy Shepard
Guy Shepard,
Commissioner of Public Lands

cc: Oil Conservation Commission
Santa Fe, New Mexico

ILLEGIBLE