## BEFORE THE

# OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

Santa Fe, New Mexico

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TRANSCRIPT OF PROCEEDINGS

CASE NO. 724

Regular Hearing

# BEFORE THE OIL CONSERVATION COMMISSION Santa Fe, New Mexico June 16, 1954

#### IN THE MATTER OF:

Application of Shell Oil Company for 80-acre unorthodox gas proration unit in the Byers-Queen Gas Pool; S/2 NE/4 of Section 32, Township 18 South, Range 38 East, NMPM, Lea County, New Mexico.

Case No. 724

#### BEFORE:

Honorable Edwin L. Mechem Mr. E. S. (Johnny) Walker Mr. R. R. Spurrier

#### TRANSCRIPT OF HEARING

MR. SPURRIER: Case Number 724.

# M. J. EDWARDSON,

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

## DIRECT EXAMINATION

## By MR. HUGHSTON:

- Q You have a plat prepared in connection with Case 724, showing the unorthodox unit requested there?
  - A Yes, sir.
  - Q This was prepared under your direction?
  - A Yes, sir.
  - Q The facts delineated thereon with reference to the shape

and location of the unorthodox unit requested are true and correct

- A Yes, sir.
- Q The other facts shown on the legend of the map are also true and correct?
  - A That is correct.

(Marked Shell's Exhibit No. 1, for identification.)

MR. HUGHSTON: We offer the plas as Shell's Exhibit No.

- MR. SPURRIER: Without objection it will be admitted.
- Q Mr. Edwardson, state to the Commission the basis on which this unorthodox unit is requested.

A This plat shows the 80-acre gas proration proposed by Shell Oil Company for its State A-l well in the Byers-Queen Pool.

This unit shall consist of the south half, northeast fourth of Section 32, Township 19 South, Range 38 East, Lea County, New Mexico, as outlined in red. Other gas wells completed in the Byers-Queen Pool in this vicinity also are shown in Red. Shell's State A-1 was originally completed from the San Andres, June 11, 1930. This well was re-completed from the Queens sand September 17, 1941. On potential test the well flowed at a rate of 11,000,000 cubic feet per day. Unitization in this case is impractical as the gas production from this well is used only for operators Lease facilities, by the operators.

Q The well is not connected to any transmission line, is that correct?

A We don't sell any gas.

- Q You don't sell any gas, commercial transmission line?
- A No.
- Q How much is being produced?
- A This well produces approximately five to six million cubic feet per month.
- Q We would be willing to unitize, would we not, Mr. Edwardson, if such could be worked out on a practical basis?
  - A That is correct.

MR. HUGHSTON: That is all.

MR. SPURRIER: Does anyone have a question of the witness in Case 724? If not we will take the case under advisement and we will move on to Case 726.

(Witness excused.)

# CERTIFICATE

I, ADA DEARNLEY, do hereby certify that the above and foregoing transcript of proceedings before the Oil Conservation
Commission in Mabry Hall, Santa Fe, New Mexico on June 16, 1954, is
a true and correct record to the best of my knowledge, skill and ability.

Dated at Albuquerque, New Mexico, this 19th day of June, 1954.

Notary Public

My Commission Expires:
June 19, 1955