

SUGGESTED PARAGRAPH FOR INCLUSION IN ORDER TO BE ISSUED IN
CASE 752 - OHIO OIL COMPANY:

The Ohio Oil Company having declared that it desires to dually complete its W. H. Laughlin Well No. 3 on said land instead of recompleting its W. H. Laughlin Well No. 4 thereon, the Commission in lieu of approving recompletion of said Well No. 4 does hereby authorize The Ohio Oil Company to dually complete said Well No. 3 in accordance with and subject to the provisions of Order No. DC-143 entered by the Commission August 6, 1954.

*Submitted by
Terrell Couch
8-18-54*

The Chic Oil Co.

Legal Department

W. Hume Everett
Division Attorney

August 9, 1954

Houston, Texas
P. O. Box 3428

Mr. W. B. Macey
Secretary-Director
New Mexico Oil Conservation Commission
P.O. Box 871
Santa Fe, New Mexico

Dear Mr. Macey:

Apparently my letter of August 5 and your letter to Mr. Couch of August 6 crossed in the mails. Consequently, the information requested in my letter appears to have been furnished in the form of Order DC-143 of August 6, 1954, enclosed with your letter.

Thanking you, I am

Very truly yours,

W. Hume Everett

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MAIN OFFICE 000
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The Ohio Oil Co.
Legal Department

W. Hume Everett
Thomas R. McCloy
J. C. Ferrell Couch
Attorneys

October 8, 1954

P.O. Box 3128
Houston, Texas

Mr. Wm. B. Macey
New Mexico Oil Conservation Commission
P.O. Box 871
Santa Fe, New Mexico

Dear Sir:

RE: Case No. 752
Order R-527

I have received a copy of the above designated order and appreciate the confirmation of the unit.

The language of the order, following as it does the usual form in the ordinary case of this type, indicates that the peculiar circumstances existing with respect to the application of The Ohio Oil Company may not have been called to the attention of the person preparing the order. I believe that this letter will bring to your mind the fact that Ohio's application in this case originally recited that its W.H. Laughlin Well No. 4 was to be re-completed on the proposed proration unit, and that before hearing on the case that plan was abandoned and Ohio elected to plug and temporarily abandon its Laughlin Well No. 4, and to dually complete Laughlin Well No. 3 on the proposed proration unit.

Application to dually complete the well was made in the usual manner and the dual completion was authorized by Administrative Order DC-143 entered August 6, 1954.

Under the circumstances, I suggest and request that instead of Findings "4" and "5", the following be substituted:

"(4) That applicant, The Ohio Oil Company, has a producing well on the aforesaid lease known as W.H. Laughlin No. 3 located 1980 feet from the North line and 1980 feet from the East line of Section 9, Township 20 South, Range 37 East, and that applicant has declared that it desires to dually complete said well on the above described land instead of re-completing its W.H. Laughlin Well No. 4 thereon.

"(5) That the aforesaid well No. 3 was completed in the Monument Oil Pool and was in production from that pool long prior to January 1, 1954, the effective date of Order R-370-A; that the said well is located within the boundaries of the pool heretofore delineated and designated as the Eumont Gas Pool; and that by Order No. DC-143 the Commission has heretofore authorized the dual completion of said well within the limits of the Eumont Gas Pool and the Monument Oil Pool."

I further suggest and request that item "(2)" in the order be amended to read as follows:

"(2) That in lieu of approval of re-completion of applicant's W.H. Laughlin Well No. 4, applicant is hereby authorized to dually complete its W.H. Laughlin Well No. 3 in accordance with and subject to the provisions of Order No. DC-143 entered by this Commission August 6, 1954, and that upon such dual completion the said W.H. Laughlin Well No. 3, located in the SW/4 NE/4 of Section 9, Township 20 South, Range 37 East, NMPM, shall be granted an allowable in the proportion that the above described 160 acre unit bears to the standard or orthodox proration unit for said pool, all until further order of the Commission."

I feel certain that the proposed changes can be made by entering a nunc pro tunc order, either as a completely new order with the changes integrated, or by a separate order making the changes in the initial order.

Your consideration of the above requests will certainly be appreciated. If you feel that further discussion of the proposed changes will be beneficial, please do not hesitate to call me long distance, collect.

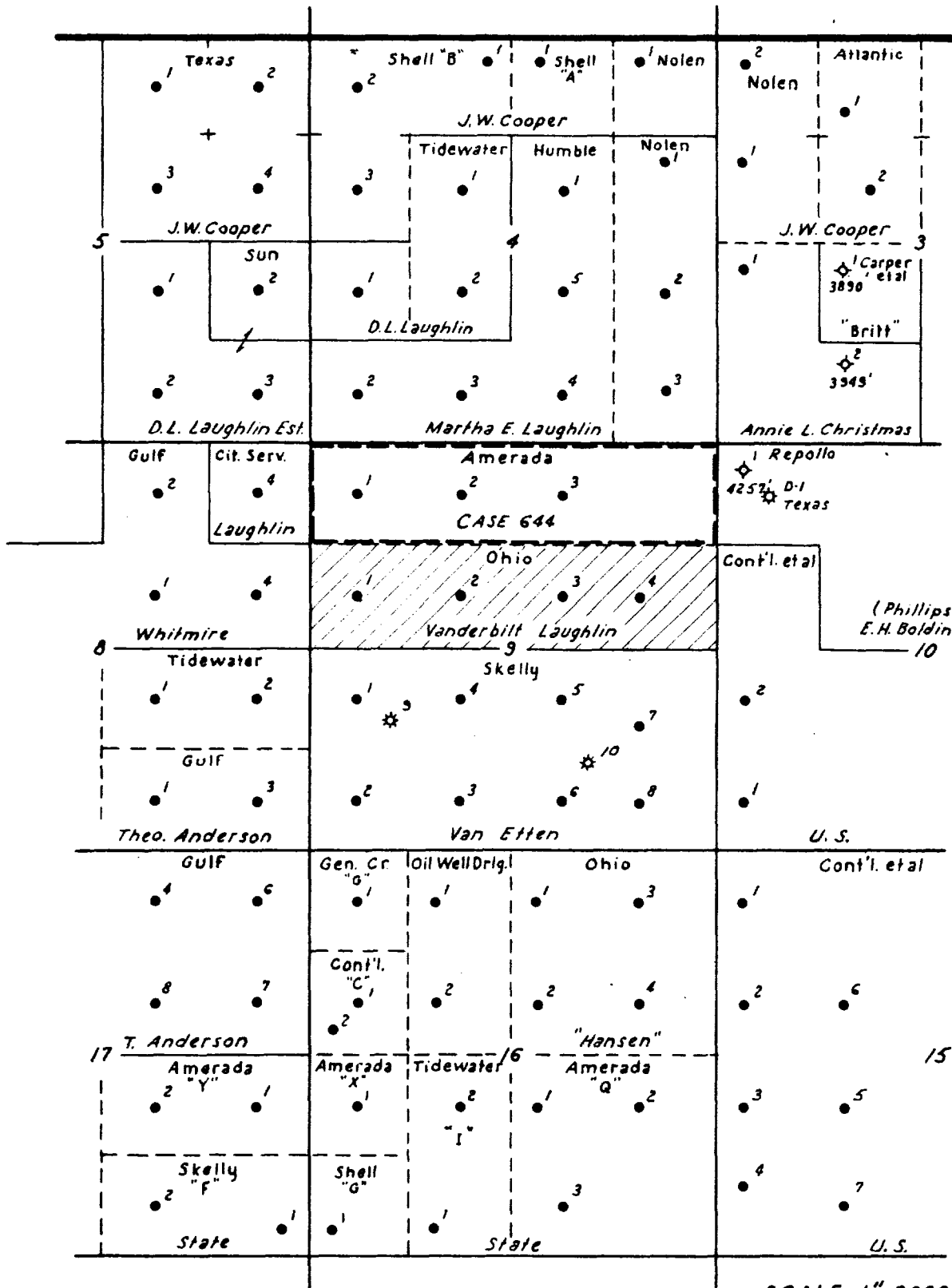
Sent 10-11-54
No doubt, you will recall that at the time this case was submitted we also submitted our case No. 751, seeking designation of a non-standard proration unit and approval of our re-completion of Ohio's State-McGrail Well No. 1. To date we have not received any order of the Commission in that case. We would appreciate your advising us as to whether such an order has been entered, and, if it has, we would be pleased to receive a copy of same.

I look forward to hearing from you at your earliest convenience.

Very truly yours,


J.C. TERRELL COUCH

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SCALE 1"=2000'

PLAT OF OHIO'S APPLICATION FOR
UNORTHODOX GAS PRORATION UNIT
FOR $S\frac{1}{2}$ OF $N\frac{1}{2}$ 9-20-37

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

August 9, 1954

Mr. W. Hume Everett
Legal Department
The Ohio Oil Company
Box 3128
HOUSTON TEXAS

Dear Mr. Everett:

RE: OCC Case 752

Perhaps by this time our letter of August 6 addressed to Mr. Couch has been referred to you in his absence. In case it has not reached you, this is to verify the information that Case 752 has been set up for hearing on August 18, 1954, as shown on the docket. Dual completion for your company's W. H. Laughlin No. 3 Well was approved by an administrative order (DC-143), copies of which were sent to Mr. Couch and to Mr. Steele of your Midland office. Hearing is not necessary on the dual completion, as your offsets had been properly notified. After waiting the ten days stipulated by OCC Rule 112-A (and Order R-316) this office issued the approval, as no objection had been received.

Your other two cases (Case 751 and Case 752), having been readvertised, are to be heard August 18.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:nr

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The Ohio Oil Co. MAIN OFFICE OCC

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Legal Department

W. Hume Everett
Thomas H. McCloy
J. C. Terrell Couch
Attorneys

August 5, 1954

P.O. Box 3128
Houston, Texas

Mr. W. B. Macey, Secretary
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Mr. Macey:

Prior to the time Mr. Couch of this office left for his vacation, he told me that the matter of authorization to dually complete our W. H. Laughlin No. 3 well located in Section 9, Township 20 South, Range 37 East, Lea County, New Mexico, would be advertised and set for hearing on the same date and at the same time as Case No. 752.

The dual completion application was forwarded to you by Mr. Thomas A. Steele by letter dated July 21, 1954.

I do not know offhand whether notice must be published in this instance or not, but, if not, then I assume that the matter may be heard during the regular hearing on August 18, 1954, with, or in connection with, Case No. 752, which appears on your published docket received earlier this week.

If publication is necessary, I would very much appreciate your having that publication made right away, so that hearing can be held on the 18th, thereby saving us an extra trip to Santa Fe.

Thanking you to advise me with respect to the foregoing and with personal regards, I am

Very truly yours,

W. Hume Everett

W. Hume Everett

WHE:MK

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

August 6, 1954

Mr. J. O. Terrell Couch
Legal Department
The Ohio Oil Company
Box 3128
HOUSTON TEXAS

Dear Sir:

As you desired, your company's Cases 751 and 752 have been re-advertised and are set up on the August 18 docket.

In line with your conversation with Mr. Rhodes of our staff, Case 752 was advertised without the inclusion of the clause relating to recompletion of your Laughlin Well No. 4, and in presenting your testimony you should mention the alteration of your petition to that effect.

The request for permission to effect a gas-oil dual completion of your Laughlin No. 3 Well was received from your Midland office on July 26. Since all offset operators had been properly notified of your intent, this application was eligible for administrative approval under provisions of Rule 112-A (and Order No. R-316), and therefore no hearing was necessary.

Attached is a copy of Order DC-143 granting permission to dually complete the Laughlin Well No. 3 in line with your proposed program.

Very truly yours,

WBL:nr

L. B. Macey, Secretary-Director

cc: The Ohio Oil Company
Attention: Mr. Thomas A. Steele
Box 552, Midland, Texas

Oil Conservation Commission
Box 2045, Hobbs, N. M.

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

July 6, 1954

C
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P
Y

Mr. J. O. Terrell Couch
Legal Department
THE OHIO OIL COMPANY
Box 3128
HOUSTON, TEXAS

Dear Sir:

Please refer to your letter of June 24, 1954, with which you sent applications relative to formation of two unorthodox gas proration units in the Eumont Gas Pool. Your applications were received about ten days too late to permit their inclusion on the docket of cases advertised for the July 15 hearing; we try to maintain a 30-day limit to permit proper advertisement and study of the cases to be set.

However, we have scheduled a special hearing at 9 a.m. on July 21, and have advertised your two cases as prescribed by law. As to the provisions mentioned in your application regarding recompletion of wells on the described units, I believe those aspects can be worked out without the necessity for formal hearing.

Very truly yours,

W. B. Macey
Chief Engineer

WBM:nr

MAIN OFFICE OGC

1954 JUN 25 PM 4:08

The Ohio Oil Co.

Legal Department

W. Hume Everett

June 24, 1954

P. O. Box 3128

Thomas H. McElroy

Houston, Texas

J. O. Terrell Couch

Attorneys

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

Gentlemen:

The Applications identified below are enclosed in triplicate:

Application of The Ohio Oil Company for Formation of Non-Standard Proration Unit in Eumont Gas Pool, Lea County, New Mexico, and for Approval of Recompletion of The Ohio Oil Company's W. H. Laughlin Well No. 4 in said Unit.

Application of The Ohio Oil Company for Formation of Non-Standard Proration Unit in Eumont Gas Pool, Lea County, New Mexico, and for Approval of Recompletion of The Ohio Oil Company's State McGrail Well No. 1 in said Unit.

Please accept and file said Applications and, if it is convenient, please fix July 15, 1954, as the hearing date on each of the Applications. No contest is expected on either of the Applications, and it would be helpful to us to have the hearings fixed for the same day as the regular monthly hearing.

Of course, if time does not permit the publication of notice of the hearings more than ten days prior to July 15, we would prefer to have the hearings set as soon as possible after the expiration of the ten day period.

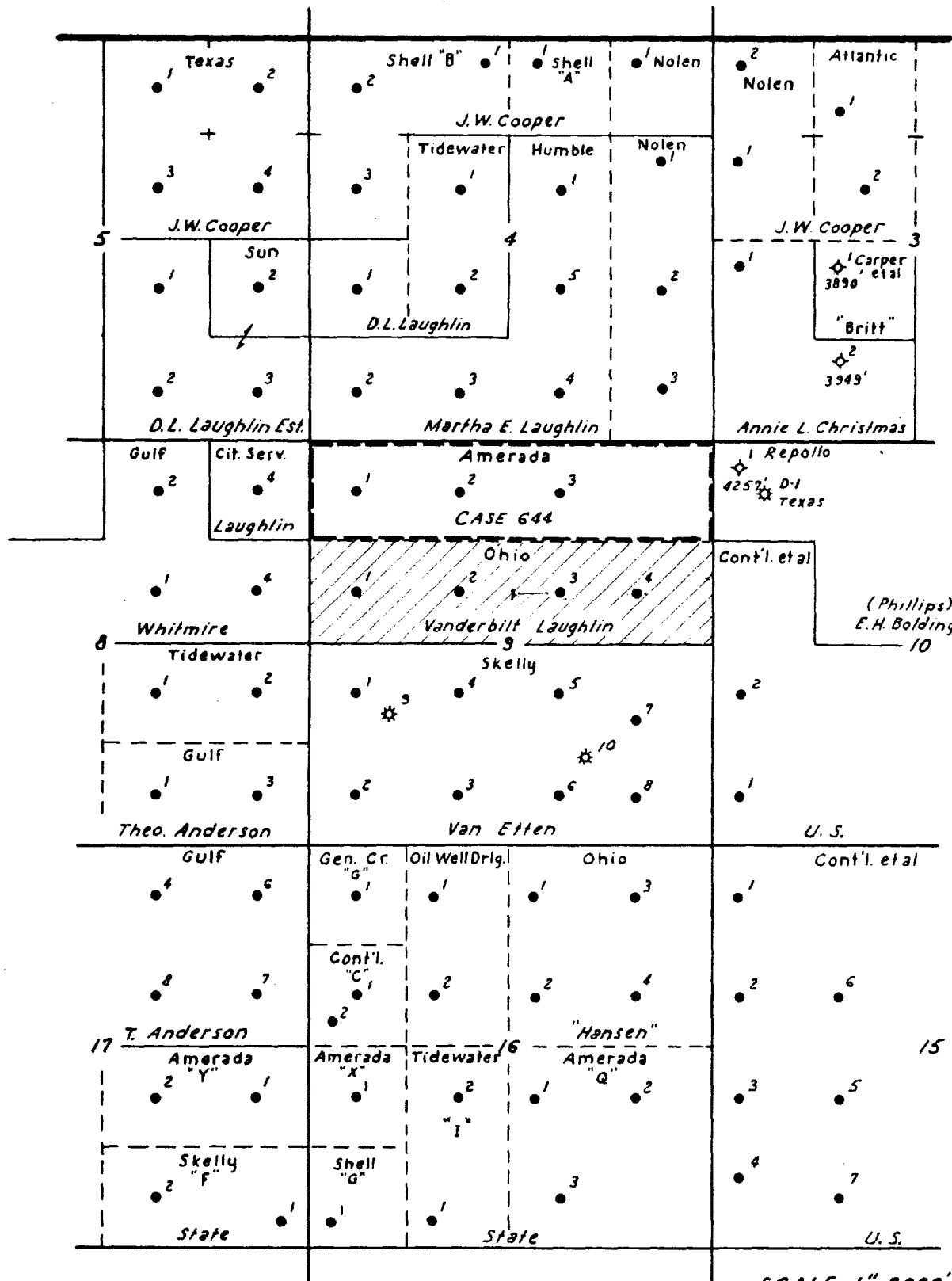
Please advise us the date selected for hearing of the enclosed Applications.

Very truly yours,


J. O. Terrell Couch

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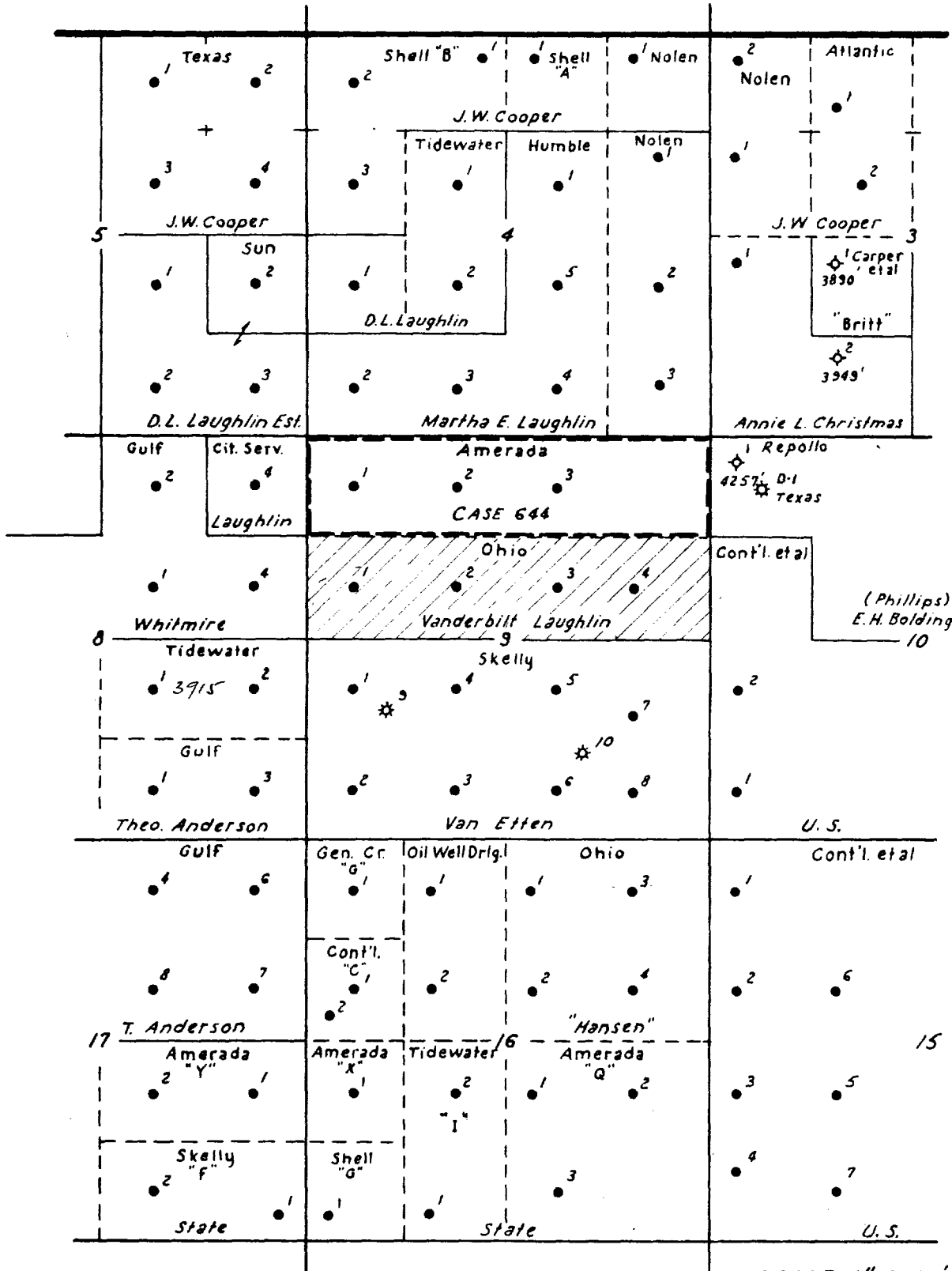


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SCALE 1"=2000'

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UNORTHODOX GAS PRORATION UNIT
FOR S 1/2 OF N 1/2 9-20-37

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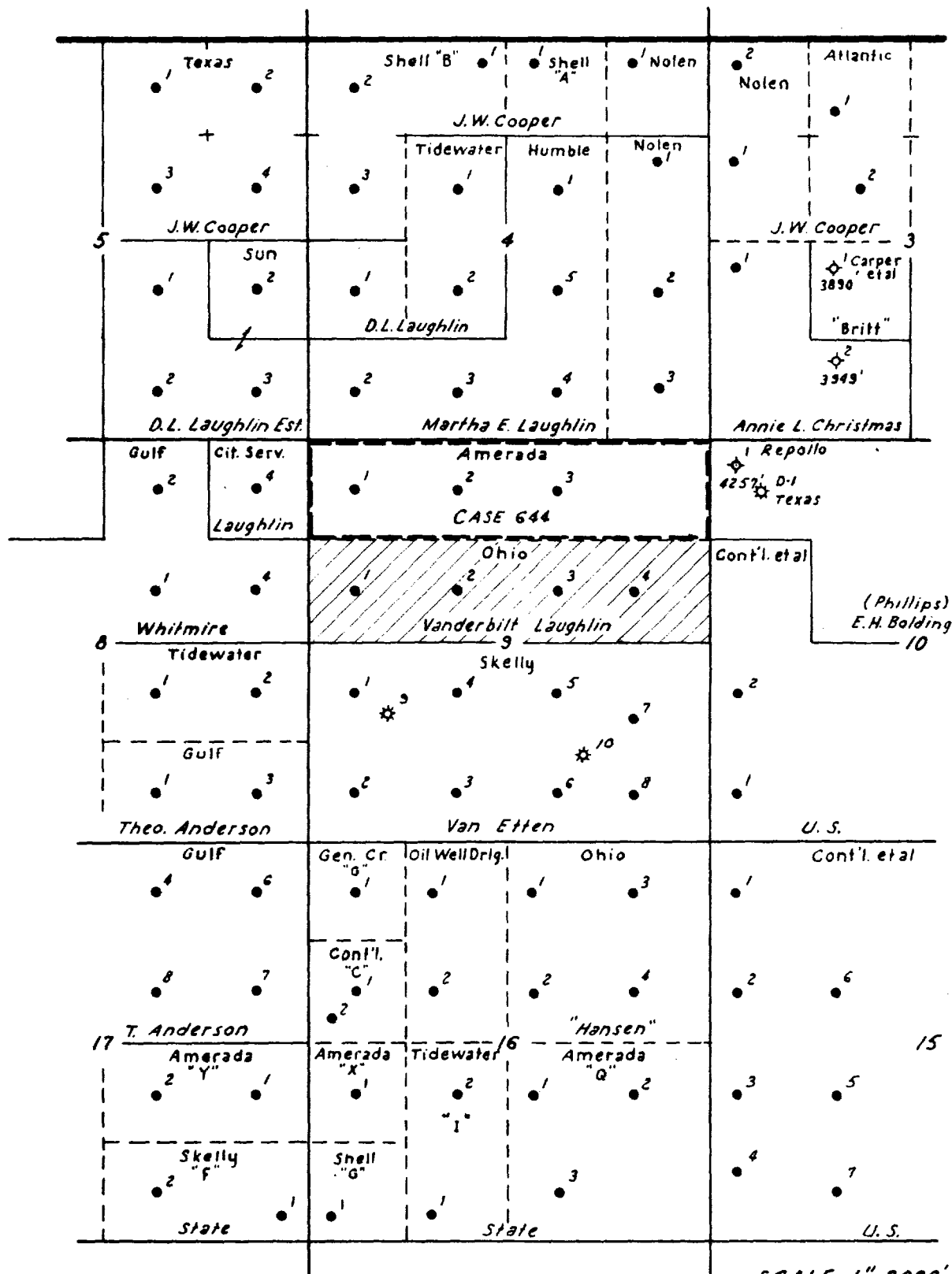
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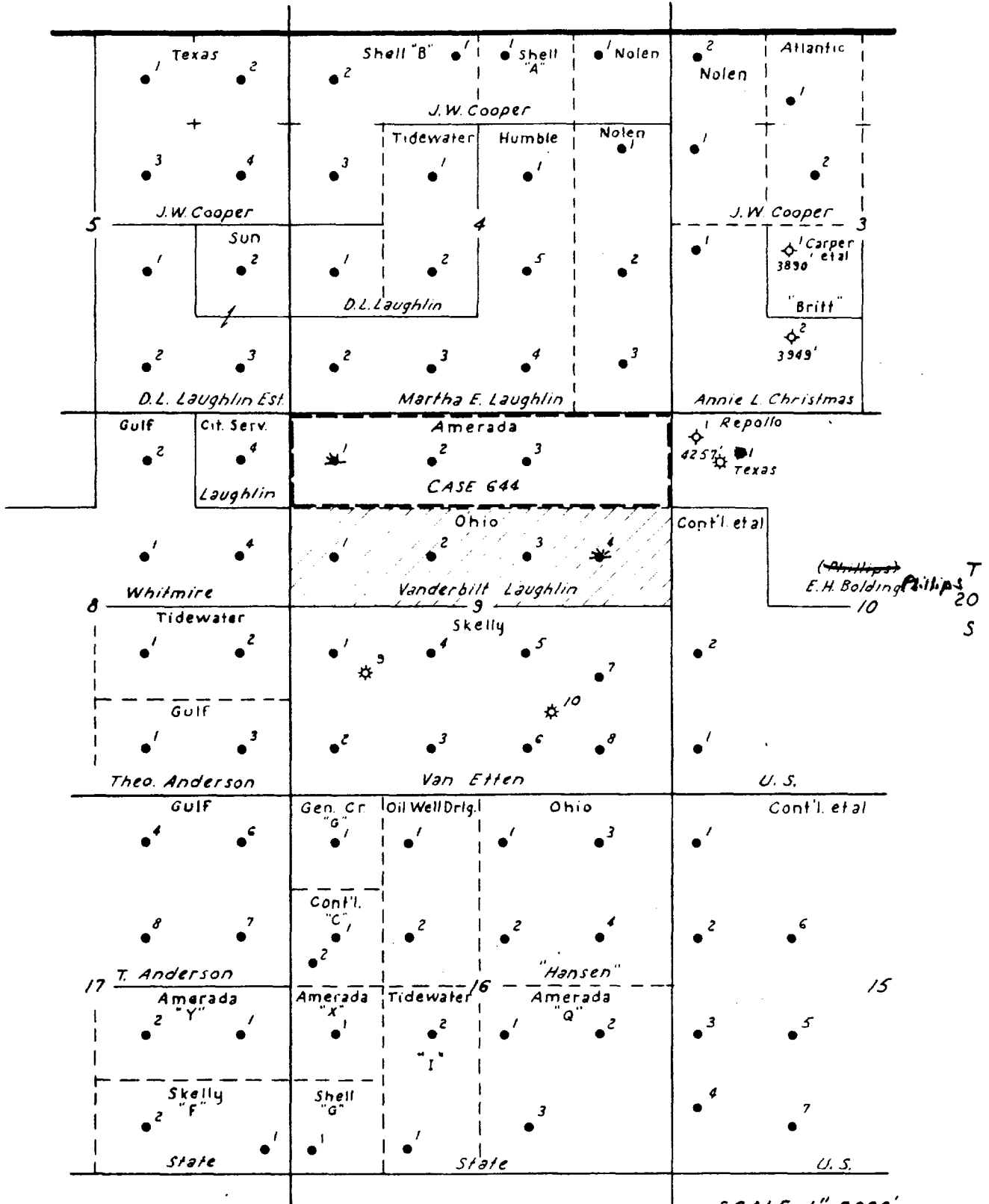


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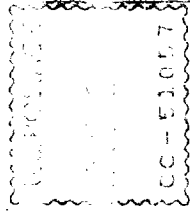
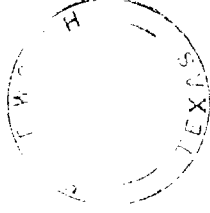
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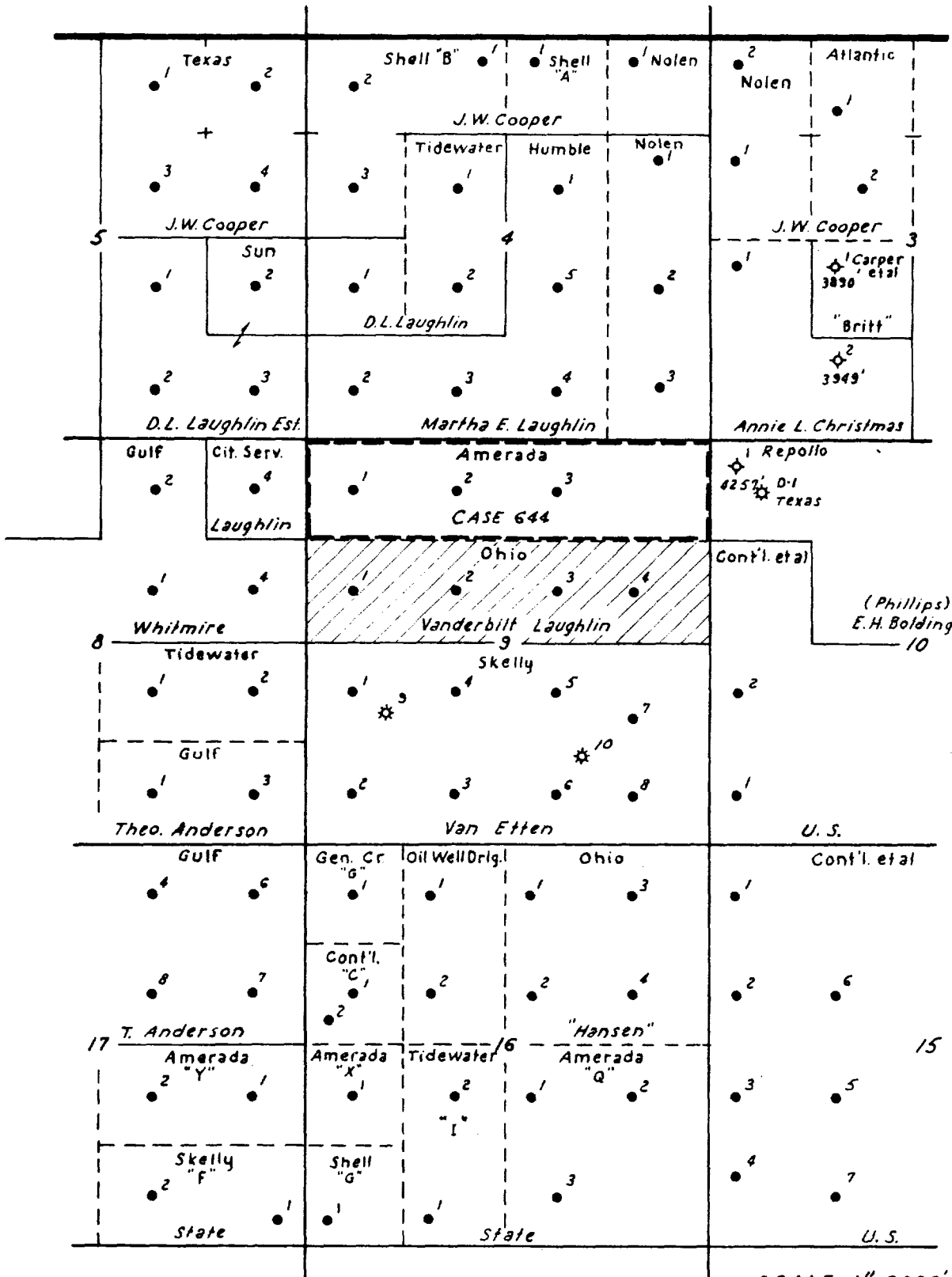
PLAT OF OHIO'S APPLICATION FOR
UNORTHODOX GAS PRORATION UNIT
FOR S 1/2 OF N 1/2 9-20-37

THE TEXAS COMPANY
Producing Department
P. O. Box 1720
FORT WORTH 1, TEXAS



Ohio Oil Company
P. O. Box 552
Midland, Texas

R 37 E



PLAT OF OHIO'S APPLICATION FOR
UNORTHODOX GAS PRORATION UNIT
FOR S 1/2 OF N 1/2 9-20-37

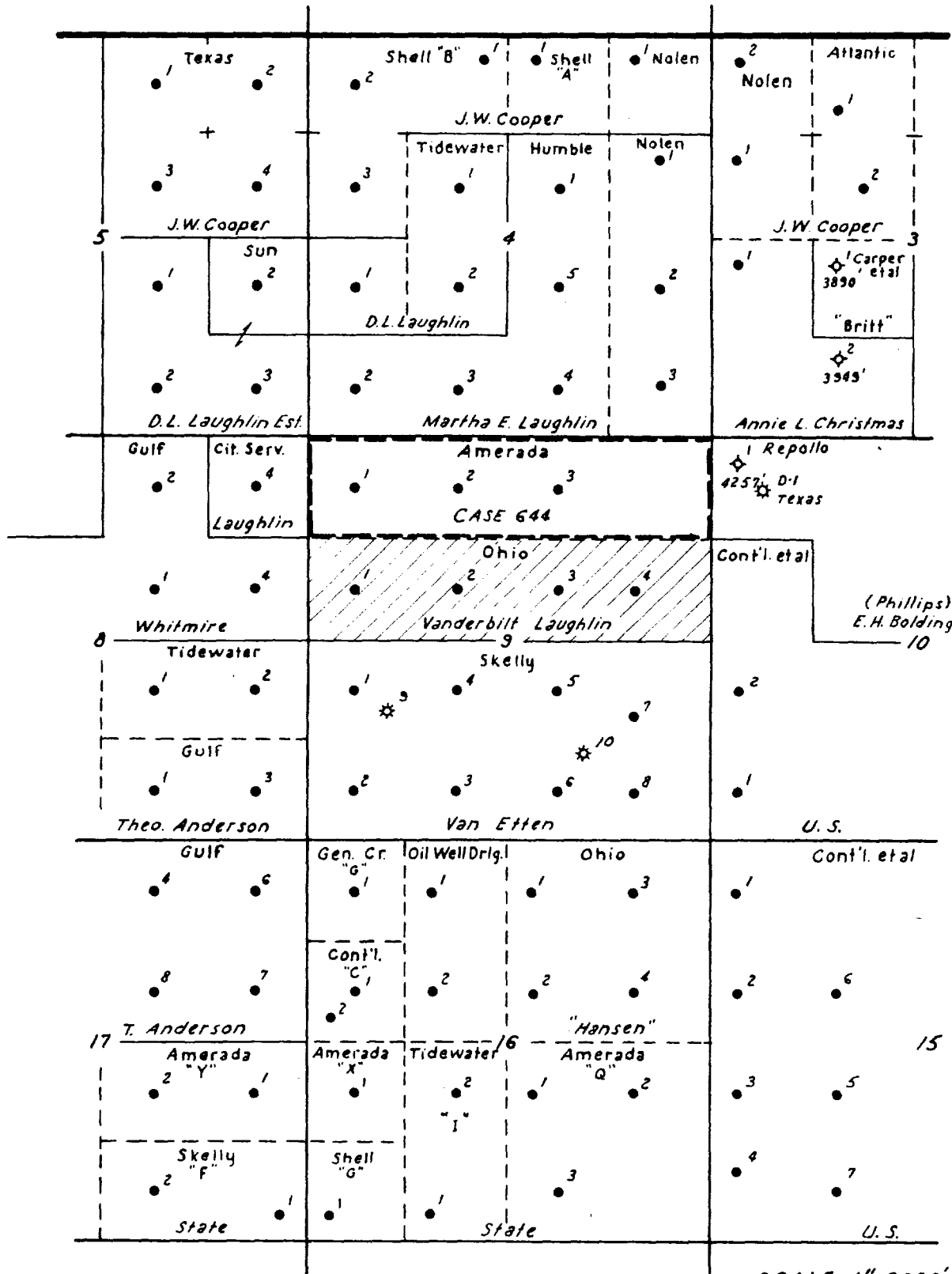
SKELLY OIL COMPANY
PRODUCER, REFINER AND DISTRIBUTOR OF
PETROLEUM AND ITS PRODUCTS
TULSA 2, OKLAHOMA



Mr. W. H. Everett
Ohio Oil Company
P. O. Box 3128
Houston 1, Texas



R 37 E



PLAT OF OHIO'S APPLICATION FOR
UNORTHODOX GAS PRORATION UNIT
FOR S 1/2 OF N 1/2 9-20-37