

STANOLIND OIL & GAS COMPANY

C. M. Farnsworth "B" Lease Eaves Oil Pool

Well No. 1	Unit M, SW $\frac{1}{4}$ SW $\frac{1}{4}$	7-26S-37E
Well No. 2	Unit E, SW $\frac{1}{4}$ NW $\frac{1}{4}$	7-26S-37E
Well No. 3	Unit K, NE $\frac{1}{4}$ SW $\frac{1}{4}$	7-26S-37E

C. Meyers "B" Lease Langlie-Mattix Oil P

Well No. 3	Unit I, NE $\frac{1}{4}$ SE $\frac{1}{4}$	4-24S-37E
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STANOLIND OIL AND GAS COMPANY

OIL AND GAS BUILDING

FORT WORTH, TEXAS

*Reeder
WBR*

C. F. BEDFORD

DIVISION PRODUCTION SUPERINTENDENT

January 4, 1955

File: RGH-4000-986.510

Subject: Flaring of Gas, Langlie-Mattix
and Eaves Oil Pools,
Lea County, New Mexico

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

Gentlemen:

In our letter of September 15, 1954, File: RGH-4481-175, a hearing was requested for exceptions to Commission Order No. R-520 for certain of our wells in the Eaves and Langlie Mattix Oil Pools. Exceptions sought were for authority to flare produced casinghead gas. Subsequent to that time, the Commission has issued its Order No. R-553, dated November 22, 1954, making provisions for the granting of such authority by the Secretary of the Commission without necessitating a hearing.

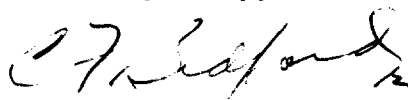
Under the provisions of Paragraph 10 of Order No. R-520, as amended by Order No. R-553, it is requested, therefore, that the Stanolind Oil and Gas Company be given authority by the Commission to flare produced casinghead gas on the following leases:

<u>Field</u>	<u>Lease</u>	<u>Wells Nos.</u>	<u>Volume of Gas Produced</u>	<u>Volume of Gas Flared</u>
Eaves	C. M. Farnsworth "B"	1, 2, 3	62 MCFD	37 MCFD *
Langlie-Mattix	C. Meyers "B"	3	23 MCFD	23 MCFD

* Approximately 25 MCFD utilized for lease fuel purposes.

We have contacted both the El Paso Natural Gas Company and the Permian Basin Pipeline Company in order to determine whether or not they desired to purchase this gas. Attached you will find photostatic copies of letters from each of these companies in which they have rejected the offer of this gas because the volumes available are too small to warrant the necessary investment. From our analysis of various possible legal means of disposing of this gas, we have determined that there is no feasible method by which this gas can be disposed of economically. We respectfully request, therefore, that the Commission grant authority for flaring the produced casinghead gas on the four wells referred to above.

Yours very truly,



RGH:cp
Attachments

PERMIAN BASIN PIPELINE COMPANY

2228 DODGE STREET

OMAHA 1, NEBRASKA

October 15, 1954

<div style="text-align: center;"> RECEIVED Prod Dept. Gas Operations FORT WORTH </div>			
<div style="border: 1px solid black; padding: 5px;"> OCT 18 1954 </div>			
J. C. C.			
A. E. M.			
F. J. C.			
F. H. C.			
R. E. F.	D		18
E. M. G.			

Mr. J. C. Conner
Division Gas Superintendent
Stanolind Oil and Gas Company
Oil and Gas Building
Fort Worth, Texas

Re: Casinghead Flare Gas
Eaves and Langlie-Mattix
Fields, Lea County, N. M.
Stanolind's File No.
JCC-2777-159.1

Dear Mr. Conner:

In reply to your letter of October 7, 1954, this is to advise you that Permian Basin Pipeline Company is not, at the present time, in a position to offer you a gas purchase contract with respect to purchasing gas from your leases described as the Farnsworth "B" Lease located in Section 7-26-37 and Stanolind's Myers "B" Lease located in Section 4-24-37, Lea County, New Mexico.

In view of the small volume of casinghead gas available from these wells, it is not economic, in Permian's judgment, to enter into gas purchase contracts covering such small volumes of low-pressure casinghead gas.

As you know, in Lea County, Permian operates its gathering system at pressures in the neighborhood of five to six hundred psig at the wellhead, and consequently is not in a position to accept gas at pressures substantially below this.

Although we do not currently have plans for installation of a gathering system to gather low-pressure small volume casinghead gas in the area of Lea County, New Mexico described above, in the event we do decide to operate and install such a gathering system in this area, we will contact you with respect to purchasing your gas from these leases.

Very truly yours,

John M. Hanley

JMH: pn

1-F

2-F

El Paso Natural Gas Company

TENTH FLOOR BASSETT TOWER

El Paso, Texas

September 15, 1954

ADDRESS REPLY TO:
1006 MAIN ST., ROOM 1901
HOUSTON 2, TEXAS

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

Gentlemen:

You have requested information as to whether we could make connection to the following described wells owned by you and located in Lea County, New Mexico:

<u>Well Name</u>	<u>Acreage Description</u>
Farnsworth "B" #1, 2, 3	West Half (W/2) Section 1, Township 26 South, Range 37 East
C. Meyers "B" 11	Northeast Quarter (NE/4) Section 6, Township 24 South, Range 37 East

We have made a study to determine the quantity of gas available from these leases and the cost of connection. This study indicates that the volume of gas available is too small to warrant the investment in pipe and other equipment necessary to make these connections and for the time being we are unable to purchase this gas.

We appreciate your offer to sell this gas and should the situation change, we will be glad to again give it consideration.

Very truly yours,


C. W. Rathwick

CWR/h

RECEIVED			
Prod. Dept. FORT WORTH			
SEP 16 1954			
	C.F.B.		
	T.H.A.		
	J.L.N.		
	J.C.C.		
	A.C.		
	J.C.C.		
	T.H.C.		
	C.W.B.		
	M.L.F.		
	FILE		

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Case 775

STANOLIND OIL AND GAS COMPANY

OIL AND GAS BUILDING

FORT WORTH, TEXAS

MAIN OFFICE OCC
1954 SEP 20 AM 10:00

September 17, 1954

File: RGH-4484-175

Subject: Request for Hearing for
Flare Gas Exceptions
Langlie-Mattix Oil Pool
and Eaves Oil Pool

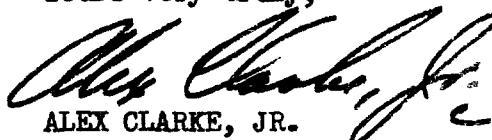
New Mexico Oil Conservation Commission
Santa Fe
New Mexico

Attention: Mr. W. B. Macey

Gentlemen:

Please refer to our letter of September 15, 1954, File: RGH-4481-175, in which we requested a hearing for exceptions to Commission Order No. R-520 for certain Stanolind leases in the Eaves and Langlie-Mattix Pools. In the referenced letter, locations of two Stanolind wells on our C. Myers "B" Lease in the Langlie-Mattix Pool were indicated to be in Township 26 South. This should be corrected to show these locations in Township 24 South. Please make the necessary correction in issuing the notice of hearing.

Yours very truly,


ALEX CLARKE, JR.
Division Engineer

RGH:cp

*Appointed
C. W. 4-1-54*

Case 775-

STANOLIND OIL AND GAS COMPANY
FORT WORTH, TEXAS

September 15, 1954

File: RGH-4481-175

Subject: Request for Hearing for
Flare Gas Exceptions
Langlie-Mattix Oil Pool
and Eaves Oil Pool

New Mexico Oil Conservation Commission
Santa Fe
New Mexico

Attention: Mr. W. B. Macey

Gentlemen:

Under the provisions of Commission Order No. R-520, dated August 12, 1954, the flaring of dry gas or casinghead gas was prohibited in certain oil and gas pools unless specifically authorized by the Commission after notice and hearing. Among those fields affected were the Langlie-Mattix and Eaves Oil Pools.

The Stanolind Oil and Gas Company hereby requests that a hearing be set on its application for exceptions to the above referred to Order No. R-520 for the following wells:

<u>Field</u>	<u>Lease</u>	<u>Well No.</u>	<u>Location</u>
Eaves	C. M. Farnsworth "B"	1	SW/4 SW/4, Sect. 7 T-26-S, R-37-E
Eaves	C. M. Farnsworth "B"	2	SW/4 NW/4, Sect. 7 T-26-S, R-37-E
Eaves	C. M. Farnsworth "B"	3	NE/4 SW/4, Sect. 7 T-26-S, R-37-E
Langlie-Mattix	C. Myers "B"	3	NE/4 SE/4, Sect. 4 T-26-S, R-37-E
Langlie-Mattix	C. Myers "B"	11	NW/4 NE/4, Sect. 6 T-26-S, R-37-E

24 S

Appropriate information establishing the necessity for these exceptions will be presented at the requested hearing.

Yours very truly,

Alex Clarke, Jr.

ALEX CLARKE, JR.

RGH:cp

COPY