BEFORE THE

Bil Conservation Commission

Santa Fe. New Mexico March 14, 1956

IN THE MATTER OF:

CASE NOS. 1031 and 1032 (Contd.)

TRANSCRIPT OF PROCEEDINGS

ADA DEARNLEY AND ASSOCIATES

COURT REPORTERS
605 SIMMS BUILDING
TELEPHONE 3-6691
ALBUQUERQUE, NEW MEXICO

BEFORE THE OIL CONSERVATION COMMISSION Santa Fe, New Mexico March 14, 1956

IN THE MATTER OF:

Application of Shell Oil Company and R. Olsen: Oil Company for an order approving a 240 acre: non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520. Applicants, in the abovestyled cause, seek an order establishing a 240: acre non-standard gas proration unit consist-: ing of the W/2 W/2, SE/4 NW/4, and NE/4 SW/4of Section 36, Township 24 South, Range 36 East:: Case No. 1031 Lea County, New Mexico; said acreage to be dedicated to Shell's State Well 1-A located 380 feet from the North and West lines of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico.

Application of Shell Oil Company and R. Olsen Oil Company for an order approving a 200 acre: non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520. Applicants, in the abovestyled cause, seek an order establishing a 200: acre non-standard gas proration unit consist: ing of the NE/4 NW/4, N/2 NE/4, SE/4 NE/4 and : Case No. 1032 NE/4 SE/4 of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico; said acreage to be dedicated to R. Olsen Oil Company's McKinney No. 1 Well located 660 feet: from the North and East lines of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico.

BEFORE:

Honorable John F. Simms, Jr. Mr. E. S. (Johnny) Walker Mr. William B. Macey

TRANSCRIPT OF HEARING

MR. MACEY: Before we proceed on to Case 1030, I wish to

announce that Cases 1031 and 1032 on the docket will be re-advertised for the month of April, due to an error in the March advertisement.

CERTIFICATE

STATE OF NEW MEXICO)
: SS.
COUNTY OF BERNALILLO)

I, THURMAN J. MOODY, do hereby certify that the foregoing and attached transcript of proceedings before the Oil Conservation Commission of the State of New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

WITNESS MY HAND, this, the day of March, 1956.

Court Reporter

BEFORE THE

Bil Conservation Commission

SANTA FE, NEW MEXICO April 18, 1956

IN THE MATTER OF:

CASE NO. 1031 & 1032

TRANSCRIPT OF PROCEEDINGS

ADA DEARNLEY AND ASSOCIATES

COURT REPORTERS
605 SIMMS BUILDING
TELEPHONE 3-6691
ALBUQUERQUE, NEW MEXICO

BEFORE THE OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO April 18, 1956

IN THE MATTER OF:

CASE NO. 1031: (Readvertisement) Application of Shell Oil Company and R. Olsen Oil Company for an order approving a 240 acre non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520. Applicants, in the above-styled cause, seek an order establishing a 240 acre non-standard gas proration unit consisting of the W/2 W/2, SE/4 NW/4, and NE/4 SW/4 of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico; said acreage to be dedicated to Shell's State Well 1-A located 380 feet from the North and West lines of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico.

CASE NO. 1032: (Readvertisement) Application of Shell Oil Company and R. Olsen Oil Company for an order approving a 200 acre non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520. Applicants, in the above-styled cause, seek an order establishing a 200 acre non-standard gas proration unit consisting of the NE/4 NW/4, N/2 NE/4, SE/4 NE/4, and NE/4 SE/4 of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico; said acreage to be dedicated to R. Olsen Oil Company's McKinney No. 1 Well located 660 feet from the North and East lines of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico.

BEFORE:

Honorable John F. Simms, Jr., Mr. E. S. (Johnny) Walker, Mr. A. L. Porter.

TRANSCRIPT OF HEARING

MR. PORTER: The next cases that we will consider will be Cases 1031 and 1032. Mr. Gurley.

MR. GURLEY: Application of Shell Oil Company and R. Olsen Oil

Company for an order approving a 240 acre non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520, and, in Case No. 1032, Application of Shell Oil Company and R. Olsen Oil Company for an order approving a 200 acre non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520.

I would like, at this time, to read into the record a letter dated April 5th, 1956, directed to Mr. W. D. Girand, Jr., Box 278, Hobbs. New Mexico.

"Dear Mr. Girand:

"Reference is made to your letter of March 20th, 1956, in which on behalf of Mr. R. Olsen you requested a continuance of Cases Nos. 1301 and 1302.

"Since this office has received no objections to your request from the interested parties to which you sent copies of your letter, we will continue the cases to the May 16th hearing.

"Yours very truly, A. L. Porter, Jr., Acting Secretary-Director."

MR. PORTER: Is there any objections to the continuance of these cases at this time? Hearing no objections, Cases 1031 and 1032 will be continued until the May docket.

CERTIFICATE

STATE OF NEW MEXICO)

: se

COUNTY OF BERNALILLO)

I, THURMAN J. MOODY, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Hearing before the Oil Conservation Commission for the State of New Mexico was reported by me in stenotype and reduced to typewritten transcript by me and/or under my personal supervision, and that the same is a true and correct record to the best of my knowledge, skill and ability.

WITNESS my Hand and Seal, this, the 25th day of April, 1956, in the City of Albuquerque, County of Bernalillo, State of New Mexico.

Notary Public.

My Commission Expires:

April 3, 1960.

NAN OFFICE UCC

1858 JUN 22 PM 1:11

BEFORE THE

Gil Conservation Commission
Santa Fe, New Mexico

IN THE MATTER OF:

CASE NO. 1031, 1032

TRANSCRIPT OF PROCEEDINGS

DEARNLEY-MEIER AND ASSOCIATES

COURT REPORTERS
605 SIMMS BUILDING
TELEPHONE 3-6691
ALBUQUERQUE, NEW MEXICO

BEFORE THE OIL CONSERVATION COMMISSION Santa Fe, New Mexico June 14, 1956

IN THE MATTER OF:

Application of Shell Oil Company and R Olsen Oil Company for an order approving a 240 acre non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520. Applicant's in the above-styled cause, seek an order establishing a 240 acre non-standard gas proration unit consisting of the W/2 W/2, SE/4 NW/4, and NE/4 SW/4 of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico; said acreage to be dedicated to Shell's State Well 1-A located 380 feet from the North and West lines of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico.

Case No.

Application of Shell Oil Company and R. Olsen Oil Company for an order approving a 200 acre non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order R-520. Applicants, in the above-styled cause, seek an order establishing a 200 acre non-standard gas proration unit consisting of the NE/4 NW/4, N/2 NE/4, SE/4 NE/4 and NE/4 SE/4 of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico.

Case No. 1032

PEFORE:

Mr. A. L. Porter Mr. E. S. (Johnny) Walker Honorable John F. Simms. Jr.

TRANSCRIPT OF HEARING

MR. PORTER: The next case on the docket is Case 1031. I believe Case 1032 is a companion case.

MR. HOWARD: Paxton Howard. We have advised the Commission that certain tests are being made in connection with the well that is involved in the case in 1031 and also indirectly involved in

ALBUQUERQUE, NEW MEXICO
TELEPHONE 3-6691

Case 1032. We do not wish to pursue this case at this time. We ask that this be dropped from the docket.

I might say we have also been requested by Olsen Oil in the 1032 to say that they do not want to pursue the matter and to have their case dismissed as the Commission sees fit. I ask the dimissal at this time of Case 1031, or the dismissal of or continuance of 1032 as the Commission sees fit.

MR. PORTER: Any objection to Mr. Howard's motion? The cases will be dismissed, both Cases 1031 and 1032 will be dismissed.

C E R T I F I C A T E

STATE OF NEW MEXICO) : SS COUNTY OF BERNALILLO)

I, ADA DEARNLEY, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission at Santa Fe, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial seal this 20th day of June. 1956.

Motary Public - Court Reporter

My commission expires: June 19, 1959.