OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

June 25, 1956

Mr. Clarence Hinkle Hervey-Dow-Hinkle P. O. Box 547 Roswell, New Mexico

Dear Sir:

We enclose two copies of Order R-822 in Case 1063 and Order R-825 in Case 1064 issued June 18, 1956, by the Oil Conservation Commission. These cases were heard on April 25, 1956, in Hobbs.

Very truly yours,

A. L. PORTER, Jr. Secretary - Director

ga Encl. MAIN HUMPELE OIL & REFINING COMPANY 1958 JUN 11 AM 8:38 June 6, 1956

J. W. HOUSE

Case No. 1064

Re: Dual Completion New Mexico State "AO" Well No. 1, SW/4 Section 11, T-19-S, R-36-E, Lea County, New Mexico

New Mexico Oil Conservation Commission Box 871 Santa Fe, New Mexico

Gentlemen:

Reference is made to our application dated April 27, 1956, in which we requested that we be granted a permit to dual complete our New Mexico State "AO" Well No. 1 as a gas well from either the upper Queen or Seven Rivers, and as an oil well from the lower Queen. This application was heard under Case No. 1064.

It now appears that our well will be completed as a single zone completion, thereby we would like to request that our application for a dual completion permit be cancelled. All offset operators are being furnished a copy of this letter.

Yours very truly,

HUMBLE OIL & REFINING COMPANY

J. W. HOUSE, Division Superintendent

By: NO Stender

Asst. Div. Superintendent

AJT/se

Copies furnished:

Atlantic Refining Company Box 871 Midland, Texas

Shell Oil Company Box 1957 Hobbs, New Mexico

Tide Water Associated Oil Company Attention: Mr. J. B. Holloway Box 1404 Houston, Texas

Amerada Petroleum Corp. Attn: R. S. Christie Box 2040 Tulsa, Oklahoma

Gulf Oil Corp. Box 2167 Hobbs, New Mexico



LA 083 SSE 083 E RWA 048 LONG PDEWUX ROSWELL NMEX 23 1054AMME NEW MEXTCO OFFACORSERVATION COMMISSION ATTN A L PORTERE PO BOX 871 SANTA FE NMEXE

STANOLTND OTE AND GAS CO RESPECTFULLY REQUESTS THAT HUMBLE OTE AND REFINITING COMPANYS APPETCATION TN CASE 1064 BE DENTED. ALTHOUGH STANOLTND TS NOT AN OFFSET OPERATOR, WE ARE OPERATORS IN OTHER AREAS OF THE EUMONT POOL AND HAVE CONSTSTENTEY OPPOSED DUAL COMPLETIONS WITHIN THE VERTICAL ETMITS OF THE EUMONT POOL. TT TS OUR POSITION THAT STMULATANEOUS DEDICATION OF ACREAGE FOR THE PRODUCTION OF OTE AND GAS FROM THE EUMONT PAY DOES NOT RESULT IN EQUITABLE WITHDRAWAES FROM THE POOL. FURTHERMORE, THE GRANTING OF SUCH DUAL COMPLETIONS RESULTS IN A VIOLATION OF CORRELATIVE RIGHTS OF THOSE OPERATORS WHO DO NOT HAVE SUCH COMPLETIONS. IT IS FURTHER REQUESTED THAT THIS TELEGRAM BE READ INTO THE RECORD AT THE HEARING ON CASE 10 64=

STANOLTND OTE AND GAS CO C L KELLEY ROSWELL NEW MEXICO

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE



New Mexico Oil Conservation Commission Box 871 Santa Fe, New Mexico

Gentlemen:

We have been notified Humble Oil & Refining Company has filed an application to dually complete its New Mexico State "AO" Well No. 1 in the SW/4, Section 11-T19S-R36E, Lea County, New Mexico.

This is to advise Amerada Petroleum Corporation has no objection to the requested dual completion and the assignment of a nonstandard gas proration unit to the subject well.

Yours very truly,

R. S. Christie

RSC:mt

cc: Mr. J. W. House Humble Oil & Refining Company Humble Building Midland, Texas



THE ATLANTIC REFINING COMPANY INCORPORATED - 1970 MAIN OFFICE OPERIOLEUM PRODUCTS

1956 APR 6 PM 1: 27 1956

DOMESTIC PRODUCING DEPARTMENT WEST TEXAS-NEW MEXICO REGION

PETROLEUM LIFE BLDG.

MAILING ADDRESS P. O. BOX 871 MIDLAND, TEXAS

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

Gentlemen:

Humble Oil & Refining Company has given notification of a request for a permit to dually complete their New Mexico State "AO" Well No. 1 in the SW/4 of Section 11, T-19-S, R-36-E, Lea County, New Mexico, as a Eumont gas well in the Upper Queen and as a Eumont oil well from the Lower Queen. The Atlantic Refining Company does not object to such dual completion of this well.

Yours very truly,

THE ATLANTIC REFINING COMPANY

R.E. Howard

R. E. Howard Regional Petroleum Engineer

cc: Humble Oil & Refining Company Attn: Mr. J. W. House P. O. Box 1600 Midland, Texas

HUMBLE OIL & REFINING COMPANY

NOTEGRAM

To N. M. Oil Conservation Commission OCC From Humble Oil & Refining Company Midland, Texas 1956 APR 2 AM 8:46

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Per telephone conversation March 26 with our Mr. H. L. Hensley, we have notified the offset operators that we originally failed to notify by furnishing them a copy of our application to dual complete New Mexico State "AO" Well No. 1. A copy of our letter is attached.

J. W. HOUSE

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Date March 28, 1956



HUMBLE OIL & REFINING COMPANY

March 27, 1956

Atlantic Sefining Company Box 871 Midland, Texas

Amerada Petroleum Corporation Attention: Er. S. Christie Box 2040 Tulsa, Oklahoma

Centlemen:

Please find attached a copy of Humble's application to the Oil Conservation Commission of New Mexico for a permit to dually complete New Mexico State "AC" Well No. 1 as a Humont gas well from the Upper Queen and as a Eumont Cil Well from the Lower Queen.

The non-standard gas promation unit to be assigned will be described as the SW/4 of Section 11, T-19-S, -36-E, Lea County, New Nexico. You will note that the application is dated March 13, but due to an out of date map, we failed to notify you as one of the offset operators.

If you have no objection to our request for dual completion permit, your letter to the Conservation Commission stating same would be greatly appreciated.

Yours very truly,

HIMBLE OIL & SEPINIES SAPARY

Physical Control of States and State States and Stat Fy J. N. HOUSE Division Superintendent

AJT: Jfg

Attachment

STANOLIND OIL AND GAS COMPANY

MAR OFFICE STATE

Roswell, New Mexico March 26, 1956

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File: E-38-986.510.1

Subject:

Application of Humble Oil and Refining Company for Permission to Dually Complete Their State "AO" No. 1 in the Eumont Oil Pool and Eumont Gas Pool

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

Attention: Mr. W. B. Macey

Gentlemen:

This has reference to the letter prepared by Humble Oil and Refining Company dated March 13, 1956, which transmitted their application to you for permission to dually complete their New Mexico State "AO" No. 1, located in the SW/4 Section 11-19-36, Lea County, New Mexico, as a Eumont gas well and a Eumont oil well. A copy of their application was submitted to Stanolind Oil and Gas Company as an offset operator.

Our records indicate that Stanolind no longer owns the working interest in any leases in this area. Although Stanolind is not an offset operator, we are operators in other areas of the Eumont Pool and have consistently opposed dual completions within the vertical limits of the Eumont Pool. Our position in this matter has not changed. We do not believe that simultaneous dedication of acreage for the production of oil and gas from the Eumont pay results in equitable withdrawals from the Eumont Pool. It is Stanolind's position that the granting of such dual completions results in a violation of the correlative rights of those operators who do not have dual completions for the simultaneous production of oil and gas from the designated Eumont Pool.

In light of the above discussion, we urge that the Commission deny Humble's application for the dual completion of their State "AO" No. 1 within the Eumont Pool.

Yours very truly,

STANOLIND OIL AND GAS COMPANY

District Superintement