OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

June 25, 1956

Mr. John D. Albright Cities Service Oil Company P. O. Box 97 Hobbs, New Mexico

Dear Sir:

We enclose a copy of Order R-827 issued June 18, 1956, by the Oil Conservation Commission in Case 1073, which was heard on May 23rd at Hobbs.

Very truly yours,

A. L. PORTER, Jr. Secretary - Director

ga Encl. Case # 1073

August 30, 1956

In reply refer to: Unit Division

> Cities Service Oil Co. Roswell Petroleum Building Roswell, New Mexico

> > Re: Cities Service--Phillips--Kelly--State Communitization -Cities Service State "W" Well No. 1 SW/4 NE/4, NW/4 SE/4, S/2 SE/4, SE/4 SW/4, Sec. 36-245-36E

Attention: Mr. Emmett Williams
District Landman

Gentlemen:

We are enclosing one copy and two Thermofax copies of the above designated Communitization for a 200-acre non-standard gas proration unit, which is dedicated to your State Well "W" Well No. 1 located in the SE/4 SE/4 of Section 36-245-36E, and which was approved by the Commissioner of Public Lands August 29, 1956.

Also enclosed is Official Receipt No. D-125459 in the amount of \$5.00 covering the filing fee.

Very truly yours,

E. S. WALKER Commissioner of Public Lands

MMR/m enc: 4

cc: OCC-Santa Fe

In reply refer to: Unit Division

Cities Service Oil Co.
Roswell Petroleum Building
Roswell, New Mexico

Re: Oil Conservation Commission Case No. 1073, Order No. R-827, Section 36-245-36E

Attention: Mr. Emmett Williams
District Landman

Gentlemen:

We wish to call to your immediate attention the fact that your allowable on a 200 acres is effective as of July 1, 1956, due to the fact that you have filed affidavit with the New Mexico Oil Conservation Commission stating that you have communitized this acreage.

OCC Order No. R-827 definitely states that allowable will become effective upon the first of the month following receipt by their office of proof of Communitization Agreement with the New Mexico State Land Office.

As of this date, the New Mexico State Land Office has not received a Communitization covering Cities Service State Lease B-1484, Phillips Petroleum Co. State Lease E-1734, and John M. Kelly State Lease E-8327. We would suggest that you immediately file a Communitization on this acreage.

Very truly yours,

E. S. WALKER Commissioner of Public Lands

MMR/m cc: OCC-Santa Fe CITIES SERVICE OIL COMPANY

Box 97

Hobbs, New Mexico

Oil Conservation Commission
State of New Mexico

Box 871
Santa Fe, New Mexico

Re: Non-Standard Gas Proration Unit, Jalmat Gas Pool,
Lea County, New Mexico

Gentlemen:

We have been informed by the Oil Conservation Commission that it will be necessary to schedule a hearing to consider our application for a 200 acre non-standard gas proration unit to be assigned to the State "W" No. 1.

It is requested that an examiner hear this case at the Hobbs, New Mexico, office of the Oil Conservation Commission.

The State "W" No. 1, located 660' N, 660' W, SE Corner, Section 36-24S-36E, was formerly a Langlie-Mattix oil well and was recompleted as a Jalmat Pool gas well during May, 1955. It was assigned an 80-acre non-standard gas proration unit by NSP 163, dated June 30, 1955.

Cities Service has entered into a gas operating agreement with Phillips Petroleum Company and John M. Kelly to include the gas rights in the S/2 SE/4, NW/4 SE/4, SW/4 NE/4, SE/4 SW/4, Section 36-24S-36E, a total of 200 acres. The State "W" No. 1 is to be the unit well and the agreement will be effective when a non-standard gas proration unit of 200 acres is assigned to this well by the New Mexico Oil Conservation Commission.

An exception to Rule 5-A, Order R-520 is requested to permit the assignment of a 200 acre non-standard gas proration unit to the State "W" No. 1.

All operators in Section 36 and within 1500' of the State "W" No. 1 have been furnished a copy of this request.

Respectfully submitted,

CITIES SERVICE OIL COMPANY

istrict Engineer

JDA/lbc

MAILING LIST

NMOCC (3)
Box 871
Santa Fe, New Mexico

NMOCC (1) Box 2045 Hobbs, New Mexico

R. Olsen Oil Company (1) Drawer Z Jal, New Mexico

The Texas Company (1) Box 1270 Midland, Texas Shell Oil Company (1) Box 1957 Hobbs, New Mexico

Phillips Petroleum Company (1) Box 2105 Hobbs, New Mexico

Continental Oil Company (1) Box 427 Hobbs, New Mexico

John M. Kelly (1) Box 5671 Roswell, New Mexico