

## BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF  
 AMERADA PETROLEUM CORPORATION FOR AN  
 ORDER GRANTING AN EXCEPTION TO RULE 5(a)  
 OF THE SPECIAL RULES AND REGULATIONS FOR  
 THE EUMONT GAS POOL AS SET FORTH IN ORDER  
 R-520 FOR THE ESTABLISHMENT OF A 240-ACRE  
 NON-STANDARD GAS PRORATION UNIT CONSISTING  
 OF THE SW/4, THE SW/4 OF NW/4 AND THE SW/4  
 OF SE/4 OF SECTION 33, TOWNSHIP 19 SOUTH,  
 RANGE 37 EAST, LEA COUNTY, NEW MEXICO, AND  
 THE POOLING OF THE INTERESTS THEREIN OF THE  
 GAS RIGHTS WITHIN THE VERTICAL LIMITS OF THE  
 EUMONT GAS POOL.

CASE NO. 1144APPLICATION

Comes now Amerada Petroleum Corporation and alleges and states the following in this Application:

1. That Applicant, Amerada Petroleum Corporation, is owner of the operating rights in and under the SW/4 of SW/4 and the E/2 of SW/4 of Section 33, Township 19 South, Range 37 East, Lea County, New Mexico.
2. That Applicant is owner of the Sarah Phillips No. 2 Well, located in the NE/4 of SW/4 of said Section 33, as shown on the attached Exhibit "A" heretofore completed in the Monument Oil Pool on March 10, 1937, and recompleted in the Queens Formation of the Eumont Gas Pool on December 14, 1955, as a dual completion by authority of D.C. Order No. 263, dated December 29, 1955. This well is now currently assigned an 80-acre allowable in the Eumont Gas Pool in accordance with the Commission's non-standard gas proration unit order No. 228, dated February 8, 1956, and Applicant hereby seeks approval to dedicate to said well the 240 acres herein described.
3. That all owners of the oil and gas leases covering the lands described in caption, including Gulf Oil Corporation, owner of the operating rights in the SW/4 of NW/4 and NW/4 of SW/4 of said Section 33, and Sinclair Oil and Gas Company, owner of the operating rights in the SW/4 of SE/4 of said Section 33, have entered into an agreement to pool their operating interests in the 240-acre Non-Standard Gas Proration Unit herein proposed.
4. That all owners of the operating rights have notified all royalty owners under their respective leases of this proposed plan and are making diligent efforts to secure voluntary pooling of all their interests in the herein proposed proration unit.
5. That the establishment of the 240-acre Non-Standard Gas Proration Unit comprising the lands herein described as an exception to Rule 5(a) of Order R-520, Special Rules and Regulations for the Eumont Gas Pool, is necessary to prevent waste; and the pooling of all interests therein will afford the owner of each tract in the unit the opportunity to recover and receive his just and equitable share of the gas in the Eumont Gas Pool.

WHEREFORE, Applicant respectfully requests that this application be set for hearing, that notice of such hearing be given as required by law, and, upon the conclusion of said hearing, that this Commission enter its order approving the formation of a non-standard gas proration unit in exception to Rule 5(a) of the Special Rules and Regulations for the Eumont Gas Pool as

set forth in Order R-520, consisting of the SW/4, SW/4 of NW/4 and SW/4 of SE/4, Section 33, Township 19 South, Range 37 East, Lea County, New Mexico; granting to the Sarah Phillips #2 well an allowable in the proportion that the above described 240-acre unit bears to the standard 640-acre proration unit for the Eumont Gas Pool; and pooling all interests in the gas rights within the vertical limits of the Eumont Gas Pool under the 240 acres herein described, in the manner as herein provided.

AMERADA PETROLEUM CORPORATION

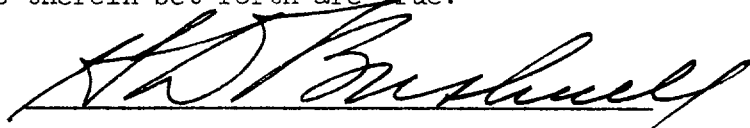
By

  
H. D. Bushnell

Attorney for Applicant

STATE OF OKLAHOMA    )  
                              ) SS  
COUNTY OF TULSA     )

H. D. BUSHNELL, of lawful age, being duly sworn upon his oath states: That he is attorney for the Applicant herein, Amerada Petroleum Corporation, a Delaware corporation authorized to do business within the State of Oklahoma; and that he has read the foregoing Application and is familiar with the contents thereof, and believes that the facts therein set forth are true.



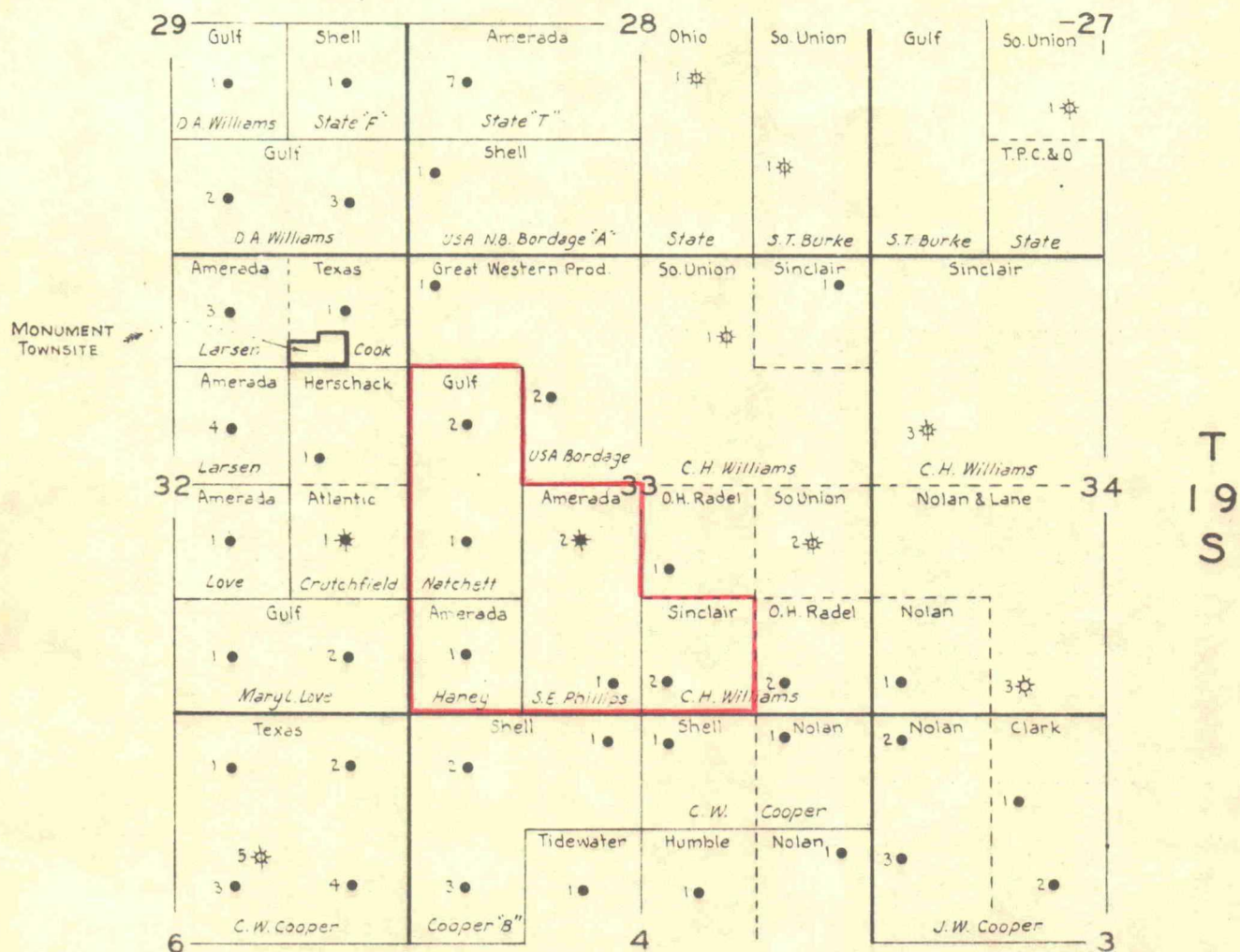
Subscribed and sworn to before me this 10<sup>th</sup> day of August, 1956.

  
Notary Public

My commission expires:

May 19, 1960

R 37 E



**SARAH PHILLIPS GAS UNIT**

**SW/4 and SW/4 of the NW/4 and SW/4 of the SE/4 of**

**Sec. 33, T-19-S, R-37-E**

**Lea County, New Mexico**

**Scale: 1" = 2000'**

EXHIBIT "A"

GENERAL OFFICES  
120 BROADWAY NEW YORK

MAIN OFFICE OCG

**AMERADA PETROLEUM CORPORATION**

BEACON BUILDING  
P. O. BOX 2040  
TULSA 2, OKLA.

ROBERT J. STANTON  
GENERAL COUNSEL  
JOHN S. MILLER  
ASSISTANT GENERAL COUNSEL

LEGAL DEPARTMENT

H. D. BUSHNELL  
HAROLD J. FISHER  
JAMES C. MCWILLIAMS  
VIRGIL C. MORELLE  
ARDEN E. ROSS  
JOHN W. STEWART  
ATTORNEYS

August 10, 1956

Conservation Commission  
State of New Mexico  
Santa Fe, New Mexico

Re: Amerada's Application for a 240-acre  
Non-standard gas proration unit and  
pooling of interests in the Eumont  
Gas Pool, comprising the SW/4, SW/4  
NW/4 and SW/4 SE/4 of Sec. 33-19S-37E  
Lea County, New Mexico

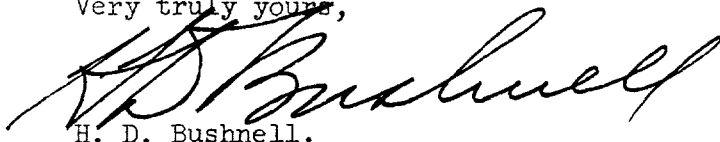
Gentlemen:

We enclose original and two copies of our Application on  
captioned matter to be set for hearing either before the Commission  
or the Trial Examiner.

We also enclose a list of the names and addresses of royalty  
owners under the proposed unit, showing who has signed and not signed  
the agreement which pools their interests in said unit. A current list  
of the names of the royalty owners who have not joined the unit will be  
offered into evidence at the time of hearing.

Inasmuch as we plan to attend the state-wide hearing to be  
held on September 13, it would be convenient for us if this hearing  
could be set at that time.

Very truly yours,

  
H. D. Bushnell.

HDB:FC  
Encls.

GENERAL OFFICES  
120 BROADWAY NEW YORK

AMERICAN PETROLEUM

# AMERADA PETROLEUM CORPORATION

AMERICAN PETROLEUM

BEACON BUILDING

P. O. BOX 2040

TULSA 2, OKLA.

August 7, 1956

New Mexico Oil Conservation Commission  
Santa Fe, New Mexico

Gentlemen:

Gulf Oil Corporation has advised this date that all owners of gas royalty under its lease covering the NW/4 SW/4; SW/4 NW/4 of Section 33-19S-37E, Lea County, New Mexico have been given an opportunity to agree to pool their interests with owners in all of the SW/4; SW/4 NW/4; SW/4 SE/4 of said Section 33 and, as of Tuesday, August 7, 1956, that they had received agreements to so pool executed by each of the owners named below in Table I, and that they had not received agreements to so pool by owners named below in Table II.

TABLE I - Gas Royalty Owners who  
have executed Pooling Agreements:

<u>Name</u>	<u>Address</u>	<u>Interest In Production</u>
Sabine Royalty Corporation	625 Mercantile Bank Building, Dallas, Texas	023438
S. E. Cone	Rm. 1706, Great Plains Life Building, Lubbock, Texas	007812
Smith Spradling	Box 5, Fort Worth, Texas	015625
Unice Cone	2514 Altura Street, El Paso, Texas	001563
J. R. Cone	Rm. 1706, Great Plains Life Building, Lubbock, Texas	004818
Fred Maund	c/o The Peoples National Bank, Lampasas, Texas	015625
Opal Smith	1007 N. Turner, Hobbs, New Mexico	021875
Erma Teel	Hawley, Texas	015625
Warren D. Anderson	Box 136, Midland, Texas	009375

TABLE II - Gas Royalty Owners who  
have not executed Pooling Agreements:

Helen Fields Harkins	318 W. Avenue G, Lovington, New Mex.	007812
Nettie Lowe	2626 20th St., Lubbock, Texas	001432

009120

Yours very truly,

F. W. HULSIZER  
Land Department

FWH:ah

A F F I D A V I T

To: NEW MEXICO CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

I, Floyd Kepler, custodian of the Lease and Royalty Records for Amerada Petroleum Corporation, of Tulsa, Oklahoma, hereby certify that all owners of gas royalty in the E/2 SW/4 and SW/4 SW/4 of Section 33, Township 19 South, Range 37 East, Lea County, New Mexico, as shown by our records, have been given the opportunity to agree to pool their interests with owners in all of the SW/4; SW/4 NW/4; SW/4 SE/4 of said Section, and, as of Tuesday, August 7, 1956, that we have received agreements to so pool executed by each of the owners named below in Table I, and that we have not received agreements to so pool by owners named below in Table II.

TABLE I - Gas Royalty Owners who have executed Pooling Agreements:

<u>Name</u>	<u>E/2 SW/4 Address</u>	<u>Interest In Production</u>
Thomas E. Boyd	Portales, New Mexico	0078125
Commonwealth Royalty Co.	1017 First National Bldg., Tulsa, Okla.	0039063
Investors Royalty Co. Inc.	1008 Thompson Bldg., Tulsa, Okla.	0039063
L. R. Kershaw	Box 1407, Muskogee, Oklahoma	0312500
Artie Mishea Luttrell	Box 433, Muleshoe, Texas	0125000
Jack Phillips	224 W. 30th St., Houston 18, Texas	0041666
William Andrew Phillips	Box 1884, Vernon, Texas	0125000
William Andrew Phillips, Gdn of person and Est. of Susie Myrtle Phillips	Box 1884, Vernon, Texas	0125000
B. L. Templeton	c/o Federal Land Bank of Houston, Box 2649, Houston, Texas	0052083
		<u>0937500</u>

SW/4 SW/4

Freda Walker	536 Park Heights Circle, Tyler, Texas	.125000
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TABLE II - Gas Royalty Owners who have not executed Pooling Agreements:

<u>Name</u>	<u>E/2 SW/4 Address</u>	<u>Interest In Production</u>
James Dellis Barber	Barber Building, Colorado City, Texas	0052083
Dorothea P. Hightower	Rt. #1, Box 113-A, Winnsboro, Texas	0062500
W. M. Moseley	Box 773, Colorado City, Texas	0052083
Edith Nell Phillips	2006 McMillan, Dallas, Texas	0062500
James Rich Phillips	224 W. 30th St., Houston 18, Texas	0041667
Ellen P. Scott	Box 576, Lufkin, Texas	0041667
		<u>0312500</u>

Floyd Kepler  
Floyd Kepler

Subscribed and sworn to before me this 7th day of August, 1956.

My commission expires:

February 26-1957

James J. Higgins  
Notary Public

GENERAL OFFICES  
120 BROADWAY NEW YORK

MAIN OFFICE CEC  
AMERADA PETROLEUM CORPORATION  
BEACON BUILDING  
P. O. BOX 2040  
TULSA 2, OKLA.

August 6, 1956

New Mexico Oil Conservation Commission  
Santa Fe, New Mexico

Gentlemen:

Sinclair Oil & Gas Company has advised this date that all owners of gas royalty under its lease covering the SW/4 SE/4 Section 33-19S-37E, Lea County, New Mexico have been given an opportunity to agree to pool their interests with owners in all of the SW/4; SW/4 NW/4; SW/4 SE/4 of said Section 33 and, as of Tuesday, August 7, 1956, that they had received agreements to so pool executed by each of the owners named below in Table I, and that they had not received agreements to so pool by owners named below in Table II.

TABLE I - Gas Royalty Owners who  
have executed Pooling Agreements:

<u>Name</u>	<u>Address</u>	<u>Interest In Production</u>
George Meier	Box 2037, Houston, Texas	60/2880 of 1/8
A. L. Childers	206 East Corbett, Hobbs, New Mex.	68/2880 "
Julia Cleo Culp	Box 367, Lovington, New Mexico	270/2880 "
Guy H. Hooper	Box 733, Roswell, New Mexico	277/2880 "
Mrs. W. H. Patten	222 E. Del Mar St., Pasadena 5, California	320/2880 "
Frank Bateman	c/o Bateman & Whitsitt, Well Ser- vicing Company, Hobbs, New Mex.	36/2880 "
Ralph Royster	Box 248, Purcell, Oklahoma	20/2880 "
J. J. Whitsitt	5312 Cherokee, Houston, Texas	20/2880 "
James L. Taylor, or Esther Taylor	608 E. Clinton Street, Hobbs, N.M.	40/2880 "
R. B. Lambert	Box 508, Independence, Kansas	40/2880 "
Martin Hughes	205 E. Main, Hobbs, New Mexico	25.14999/2880 of 1/8
Paul Donald Anderson	Box 136, Midland, Texas	10/2880 of 1/8
Payton Victor Anderson	Box 136, Midland, Texas	10/2880 "
F. W. Covault	Rt. 7, Box 79, Ft. Worth, Texas	20/2880 "
Florence Louise Woods	118 Yucca Drive, Hobbs, New Mexico	120.85001/2880 of 1/8
Marie Josephine Self	c/o Fountain, Cox & Gaines, Attorneys at Law, Guld Building, Houston 2, Texas	20/2880 "

8-7-56

TABLE II - Gas Royalty Owners who  
have not executed Pooling Agreements:

Mae Williams	Monument, New Mexico	286/2880 of 1/8	
H. A. Taylor	508 Llano Drive, Hobbs, New Mexico	192/2880	"
Henry H. Taylor	606 E. 9th St., Tuscon, Arizona	370/2880	"
C. E. Oberholtzer	Box 1061, Midland, Texas	80/2880	"
Johnnie S. Taylor	513 N. Dalmont, Hobbs, New Mexico	143/11520	"
Johnnie S. Taylor, Guardian of Robert Roy Taylor, a minor	513 N. Dalmont, Hobbs, New Mexico	429/11520	"
Tommie Lee Schmidt	215 N. Houston St., Hobbs, New Mex.	166/2880	"
Annie Ruth Schwertfeger	14330 School Street, Box 25, Baldwin Park, California	286/2880	"

Sinclair Oil & Gas Company has further advised that it does not con-  
template any difficulty in securing execution of agreements to pool gas interests  
by the owners listed in Table II, above.

Yours very truly,

*F. W. Hulsizer*  
F. W. HULSIZER  
Land Department

FMH:ah

$$\frac{1380}{2880} \times 572 = \frac{17,494.26}{35,177.60} =$$

$$\begin{array}{r} 15,532.60 \\ 1,607.36 \\ \hline 17,140.00 \end{array}$$

$$0.52580536 \times 12.5$$

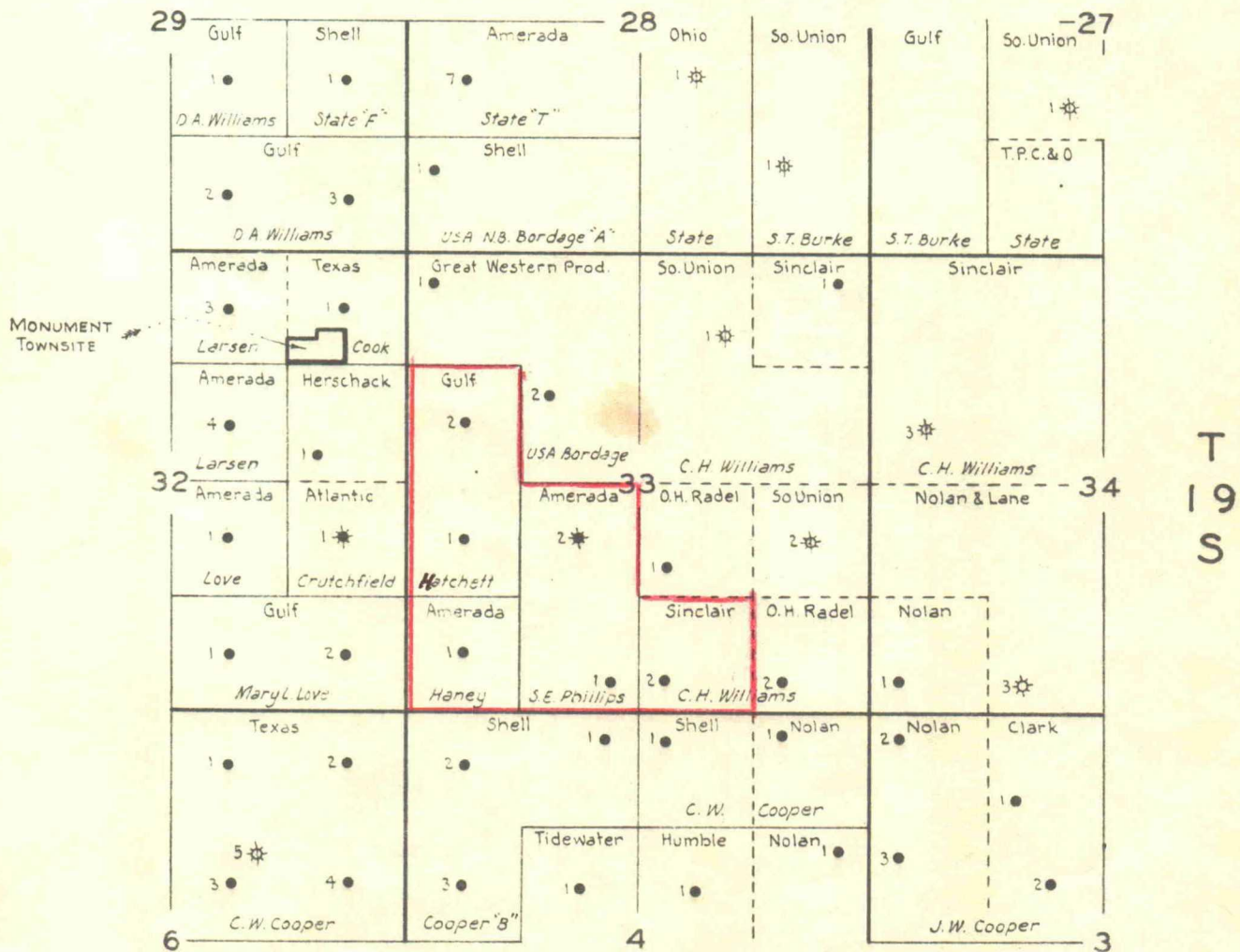
$$6.572567\%$$

541.0611

15-7-56



R 37 E



**SARAH PHILLIPS GAS UNIT**

**SW/4 and SW/4 of the NW/4 and SW/4 of the SE/4 of**

**Sec. 33, T-19-S, R-37-E**

**Lea County, New Mexico**

**Scale: 1" = 2000'**

County \_\_\_\_\_ Pool \_\_\_\_\_

TOWNSHIP 19 S South, RANGE 37 East, NEW MEXICO PRINCIPAL MERIDIAN

6	5	4	3	2	1
7	8	9	10	11	12
13	17	16	15	14	13
19	20	21	22	23	24
29	28	27	26	25	24
31	32	X V X	33 0 V	34	35

Sarah Phillips #2.

Evermont - Queen Gas. - 3518 - 3629.

Monument - Graybury - 3760 - 3910 Compl. 3-37

80 Acres unit. per N S P - 228 - 2-8-56