

WJD
GENERAL OFFICES
120 BROADWAY NEW YORK

Case file
Case 1436

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

April 16, 1958

H. D. BUSHNELL
HAROLD J. FISHER
ROBERT T. JAMES
ROBERT E. LEE
JAMES C. MCWILLIAMS
VIRGIL C. MORELLE
ARDEN E. ROSS
ATTORNEYS

New Mexico Oil Conservation Commission
107 Mabry Hall Capital Building
Santa Fe, New Mexico

Re: Amerada's Application to form 320-acre
non-standard gas proration unit for
production of gas from Amerada-Mathers No. 2
Well in Bagley-Lower Pennsylvanian Gas
Pool, Lea County, New Mexico, as an
exception to Rule 2(a) of Order R-1031

Gentlemen:

On April 14, I mailed Amerada's application to captioned cause
and request that you note for the purpose of publication of notice that the
proper spelling of the well concerned is Amerada-Mathers No. 2.

Very truly yours,


H. D. BUSHNELL

HDB:MT

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production of gas from Amerada-Mathis No. 2
Well in Bagley-~~Lower~~ Pennsylvanian Gas
Pool, Lea County, New Mexico, as an
excpetion to Rule 2(a) of Order R-1031

Gentlemen:

Enclosed in triplicate is Amerada's Application to captioned
cause and request this case be set for hearing in May if such setting can be
made possible at that time.

Very truly yours,


H. D. BUSHNELL

HDB:MT
Encl.

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
AMERADA PETROLEUM CORPORATION TO FORM
A 320-ACRE NON STANDARD GAS PRORATION
UNIT FOR PRODUCTION OF GAS FROM THE
AMERADA-~~MATHES~~^{MATHES} NO. 2 WELL COMPLETED IN THE
BAGLEY-~~LOWER~~^{UPPER} PENNSYLVANIAN GAS POOL,
SAID UNIT TO COMPRISE OF TWO CONTIGUOUS
QUARTER SECTIONS INCLUDING THE SE/4
SECTION 3 AND THE NE/4 SECTION 10,
TOWNSHIP 12 SOUTH, RANGE 33 EAST, LEA
COUNTY, NEW MEXICO, AS AN EXCEPTION
TO RULE 2 (a) OF ORDER NO. R-1031

CASE NO. 1436

APPLICATION

COMES NOW Amerada Petroleum Corporation and alleges and states
the following:

1. Applicant, Amerada Petroleum Corporation, is owner of the
Amerada-~~MATHES~~^{MATHES} No. 2 Well located in SE/4 SE/4 of Section 3-12S-33E, Lea County,
New Mexico, which was drilled to a total depth of 9460 feet and completed on
April 4, 1951, in the Bagley-~~LOWER~~^{UPPER} Pennsylvanian Gas Pool as defined in
Order No. R-~~1031~~¹⁰³¹ issued by this Commission on August 14, 1957, in Case No.
1276, as shown on the attached exhibit which is made a part of this application.
1325

2. Applicant, owner of 100% of the working interest under
leases covering the SE/4 of Section 3 and the NE/4 of Section 10-12S-33E,
proposes by this Application to have dedicated to said well the 320 acres
as described in the preceding paragraph.

3. The owners of the nonparticipating royalty interest under
the tracts herein described have executed a communitization agreement agreeing
therein to pool their royalty interest in the tracts herein described; except,
the said communitization agreement has been mailed to the office of the U. S.
Geological Survey, Roswell, New Mexico, for approval and execution of same on
behalf of the United States in order to pool the royalty owned by the United
States under said tracts.

4. The establishment of the 320-acre non-standard gas proration
unit comprising the lands herein described as an exception to Rule 2(a) of
Order No. 1031, Special Rules and Regulations for the Bagley-~~LOWER~~^{UPPER} Pennsylvanian
Gas Pool, is necessary to prevent waste, will afforded the owner of each tract
in the unit the opportunity to recover and receive his just and equitable
share of the gas in the Bagley-~~LOWER~~^{UPPER} Pennsylvanian 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 2(a) of the Special Rules and Regulations for the Bagley-~~LOWER~~^{UPPER} Pennsylvanian
Gas Pool as set forth in Order R-1031, consisting of the SE/4
of Section 3 and the NE/4 of Section 10-12S-33E, Lea County, New Mexico, and
granting to the Amerada-~~MATHES~~^{MATHES} No. 2 Well an allowable of the 320 acres herein
described for the production of gas from the Bagley-Lower Pennsylvanian Gas Pool.

AMERADA PETROLEUM CORPORATION

By H. D. Bushnell

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.

H. D. Bushnell

Subscribed and sworn to before me this 14th day of April, 1958.

Florence A. Carson
Notary Public

My commission expires:

May 19, 1960