

OIL CONSERVATION COMMISSION

P. O. BOX 871
SANTA FE, NEW MEXICO

August 3, 1959

Mr. Kirk Newman
Atwood & Malone
Box 867
Roswell, New Mexico

Dear Mr. Newman:

On behalf of your client, Pan American Petroleum Corporation, we enclose two copies of Order No. R-1451 in Case 1717, issued by the Oil Conservation Commission on August 1, 1959.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

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Enclosure

*Copy sent
to Hobbs by tie
+ Guy Buel*

OIL CONSERVATION COMMISSION

P. O. BOX 871
SANTA FE, NEW MEXICO

August 3, 1959

Mr. Bill Kastler
Gulf Oil Corporation
P. O. Box 669
Roswell, New Mexico

Dear Mr. Kastler:

On behalf of your client, Gulf Oil Corporation, we enclose two copies of Order No. R-1450 issued July 31, 1959, by the Oil Conservation Commission in Case No. 1715.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

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Enclosures

*Copy of order
sent to Hobbs*

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

August 6, 1963

**Pan American Petroleum Corporation
P. O. Box 480
Farmington, New Mexico**

Attention: T. M. Curtis

**Administrative Extension -
Order No. R-1451-A**

Gentlemen:

Reference is made to your application for extension of time in which to flare or vent low pressure casinghead gas from your Jicarilla 35 Well No. 1 located in the NW/4 SW/4 of Section 35, Township 25 North, Range 5 West, Rio Arriba County, New Mexico, in the Otero-Gallup Oil Pool.

By authority granted me under provisions of Order No. R-1451-A, you are hereby authorized to flare gas from the above described well in exception to Order No. R-1237-A until September 21, 1964.

Prior to that date, please furnish the Santa Fe office of the Commission with a re-evaluation of the possibility of eliminating the flaring or venting of gas from the above described well. Failure to do so will subject the well to cancellation of allowable.

Very truly yours,

**A. L. PORTER, Jr.,
Secretary-Director**

ALP/DSN/og

cc: Oil Conservation Commission - Aztec

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P
Y

CLASS OF SERVICE

This is a fast message unless its deferred character is indicated by the proper symbol.

WESTERN UNION

TELEGRAM

W. P. MARSHALL, PRESIDENT

SYMBOLS

DL=Day Letter

NL=Night Letter

ET=International Letter Telegram

1201

The filing time shown in the date line on domestic telegrams is STANDARD TIME at point of origin. Time of receipt at point of destination is shown in the date line at point of destination.

BEFORE EXAMINER NUTTER

LA191 KB369

K TUA733 NL PD=FAX TULSA OKLA

GUY BUHL=

OIL CONSERVATION COMMISSION

7-2-59 EXHIBIT NO. 2

CASE NO. 1717

PAN AMERICAN PETROLEUM CORP CARE DESERT INN

SANTA FE NMEX=

CASE 1717 OTERO GALLUP SKELLY AS OWNER OF GATHERING LINES IN FIELD UNABLE DUE TO PRESENT LINE CAPACITY TO CONNECT TO PAN AMERICAN WELL ON EXISTING LINES HENCE NECESSARY FOR PAN AM TO LAY SEVERAL MILES OF LINE DIRECT TO COMPRESSOR IN NE/4 SECTION 27 MAXIMUM GAS VOLUME OF WELL DOES NOT JUSTIFY ECONOMICALLY EITHER PRESENT LINES ENLARGEMENT OR LAYING OF NEW LINES FROM THIS WELL IN SEC 35=

GEORGE W SELINGER SKELLY OIL CO=ERNING ITS SERVICE

↑

PAN AMERICAN PETROLEUM CORPORATION

MAIN OFFICE UCC

OIL AND GAS BUILDING

ALEX CLARKE, JR.
DIVISION ENGINEER

1959 JUN 15 FORT WORTH, TEXAS

June 12, 1959

Copy 1717

File: GWK-4267-986.510

Subject: Request for Hearing

Mr. A. L. Porter, Secretary Director
New Mexico Oil Conservation Commission
Capitol Annex Building
Santa Fe, New Mexico

Dear Sir:

Pan American Petroleum Corporation Jicarilla Tribal 35 No. 1 Well is located in the NW/4 of the SW/4, T-25-N, R-5-W, Rio Arriba County, New Mexico. This well is located in the proposed extension area to the Oterro-Gallup Oil Pool, as set out in Paragraph 'G' of Case 1690. Consideration of this extension was continued to the July, 1959, regular hearing.

Pan American requests that a hearing be scheduled at the earliest possible date in order that Pan American may show the Commission why the above mentioned well should not be subject to any rule, order, or regulation of the Commission relating to the flaring of produced casinghead gas.

Very truly yours,

Alex Clarke, Jr.

GWK:lj

*Noted
Mailed
6-25-59*

PAN AMERICAN PETROLEUM CORPORATION

P. O. Box 480, Farmington, New Mexico
July 29, 1963

File: N-555-986.510.1

Subject: Request for Extension to
No-Flare Exception
Administrative Order R-1451-A
Jicarilla 35 No. 1
Otero Gallup Pool
Rio Arriba County, New Mexico

Mr. A. L. Porter, Jr.
Secretary-Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Sir:

Pan American Petroleum Corporation respectfully requests an extension to Order No. P-1451-A, dated July 21, 1960, to permit the continued flaring of gas from Pan American's Jicarilla 35 No. 1 in exception to the no-flare provisions of Rule 4, Order No. R-1237-A, Otero Gallup Pool Rules, dated October 19, 1959. Your letter of September 18, 1962, authorized the flaring of casinghead gas from this well until September 21, 1963.

Please refer to our letters of June 13, 1961, File: N-174-986.510.1, and August 17, 1961, File: N-358-986.510.1, in which the economics of selling casinghead gas from the subject well were presented. As shown in these letters, an economic loss would result from the connection of this well to a gas gathering facility.

Attachment No. 1 is a summary of the gas-oil ratio tests taken on the subject well. As can be seen, the gas and oil rates have declined to 59 MCF per day and 18 barrels per day, respectively. This tabulation shows that the producing capacity of this well is definitely on the decline and that the gas reserves are no more and are probably less than the 67,500 MCF as presented in our above mentioned letters. Since the cost to install gas gathering facilities are the same as before, an economic loss would still result for Pan American to collect this casinghead gas.

Therefore, it is requested that Pan American Petroleum Corporation be granted an extension to Order No. R-1451-A, dated July 21, 1960, to permit the continued flaring of gas from the Jicarilla 35 No. 1 in


Page 2
Mr. A. L. Porter, Jr.

July 29, 1963
N-555-986.510.1

exception to the no-flare provisions of Rule 4 of Order No. R-1237-A,
Otero Gallup Pool Rules, dated October 19, 1959.

Yours very truly,

PAN AMERICAN PETROLEUM CORPORATION


T. M. Curtis
District Superintendent

JRK:en
Attachment

cc/attach: Mr. E. C. Arnold
New Mexico Oil Conservation Commission
Aztec, New Mexico

ATTACHMENT NO. 1

JICARILLA 35 NO. 1
SUMMARY OF GAS-OIL RATIO TESTS

<u>DATE OF TEST</u>	<u>BOPD</u>	<u>MCFPD</u>	<u>GAS-OIL RATIO</u>
10-9-58	29	39	1345
3-14-59	26	110	4231
3-22-60	27	88	3259
6-4-60	23	76	3304
9-14-60	21	75	3571
5-27-61	22	74	3364
6-4-62	18	64	3556
7-19-63	18	59	3278