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The Ohio Oil Co.
Legal Department

Aug Regular

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June 12, 1959

P.O. Box 3128
Houston, Texas

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Attorneys

Re: Bluitt-Pennsylvanian Oil Pool
Roosevelt County, New Mexico

Case 1735

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

Attention: Mr. A. L. Porter, Jr.
Secretary-Director

Gentlemen:

I enclose in triplicate our application dated June 8 seeking pool rules and an extension of the Bluitt-Pennsylvanian Pool in Roosevelt County.

As requested in the application, we would appreciate having this case set for hearing at the regular August hearing of the Commission.

Please acknowledge receipt of the enclosures by returning to us a copy of this letter in the enclosed stamped envelope.

Very truly yours,

J. O. Terrell Couch
J. O. Terrell Couch

TC:MK
Enc.5

cc - Messrs. Atwood & Malone - Att: Mr. Kirk Newman
Attorneys at Law
Roswell Petroleum Building
Roswell, New Mexico

*Letters
mailed
8-3-59*

The Ohio Oil Co.

P. O. BOX 3128
HOUSTON 1, TEXAS

June 8, 1959

Case 1735

Re: Bluitt-Pennsylvanian Oil Pool
Roosevelt County, New Mexico

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

Attention: Mr. A. L. Porter, Jr.
Secretary-Director

Gentlemen:

The Ohio Oil Company hereby applies for Pool Rules to be applicable to the Bluitt-Pennsylvanian Oil Pool in Roosevelt County, New Mexico, and also applies for extension of the Pool to include all acreage reasonably shown to be productive from the reservoir at the time of the hearing. All wells now completed in the Pool are located in Section 20, Township 8 South, Range 37 East, N.M.P.M. The Ohio Oil Company is operator of the existing wells in the Pool and is the owner of an undivided three-fourths interest in the wells and in the oil and gas leases covering Section 20. Intex Oil Company is the owner of the remaining undivided one-fourth interest in those wells and leases and concurs in this application.

The Ohio requests and recommends that Pool Rules be adopted requiring 80-acre proration units and an 80-acre spacing pattern; each proration unit to consist of any two contiguous governmental quarter-quarter sections, with the well located in the approximate center of either quarter-quarter section in the unit but with no well hereafter commenced to be located nearer than 1,860 feet to any other well previously completed in or drilling to the Bluitt-Pennsylvanian reservoir except as otherwise provided below.

It is further recommended and requested by The Ohio that the Pool Rules permit, without notice or hearing, a tolerance of one hundred fifty feet in the location of any well; that the rules authorize the drilling of one additional well in the NE/4 of Section 20 at a location 1,320 feet from one existing well but otherwise in compliance with the rules requested above, and that the rules provide that no other exception to the spacing and proration unit requirements shall be authorized without notice and hearing and then only to prevent waste or protect correlative rights.

Your applicant requests that the oil allowable for all wells in the field be fixed by applying the 80-acre proportional factor as provided for in Statewide Rule 505 as amended, with the allowable for any non-standard proration unit which may be approved to be increased or decreased in the proportion that the number of surface acres included in such unit bears to 80 acres.

June 8, 1959
New Mexico Oil Conservation Commission
Page 2

The proposed rules and exceptions are necessary to prevent waste and protect correlative rights. The Ohio therefore requests that this application be set for hearing before the Commission at the regular hearing for the month of August, 1959, and that notice be given as required by the applicable law and regulations.

A list of the interested parties now known to applicant is attached.

Respectfully,

THE OHIO OIL COMPANY

By 

ATWOOD & MALONE

By 
Attorneys for Applicant