

MAIL OFFICE CCC

TEXACO
INC.

PETROLEUM PRODUCTS

1963 FEB 25 AM 8:21

DOMESTIC PRODUCING DEPARTMENT

MIDLAND DIVISION



P. O. BOX 8109
MIDLAND, TEXAS

February 20, 1963

192630 - Remuda Basin Unit
Eddy County,
New Mexico

TERMINATION OF UNIT

All Working Interest Owners

Gentlemen:

Attached to each of you is a Zerox copy of our application dated January 26, 1963, to voluntarily terminate the Remuda Basin Unit. The termination has been approved by the Director U.S.G.S. and the Commissioner of Public Lands and is effective February 1, 1963.

This approval of termination should complete your Remuda Basin Unit file, however, should you desire further information, please advise. Texaco would also like to take this opportunity to thank each of you for your fine cooperation in concluding this unit.

Yours very truly,

R. T. Maxwell
Division Landman

By B. S. Welton
B. S. Welton

BSW:cg

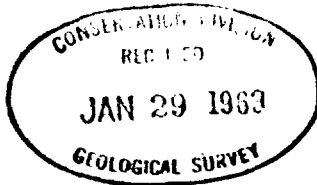
cc: Commissioner of Public Lands
Santa Fe, New Mexico
Attention: Mrs. M. M. Rhea

Oil Conservation Commission,
Santa Fe, New Mexico

TEXACO INC.

PETROLEUM PRODUCTS

DOMESTIC PRODUCING DEPARTMENT
MIDLAND DIVISION



JAN 09 1963
U. S. GEOLOGICAL SURVEY
ROSWELL, NEW MEXICO

P. O. BOX 8109
MIDLAND, TEXAS

January 2, 1963

192630 - Remuda Basin Unit
Eddy County, New Mexico
VOLUNTARY TERMINATION OF UNIT

Mr. John A. Anderson (3)
U. S. Geological Survey
P. O. Box 6721
Roswell, New Mexico

Commissioner of Public Lands (3)
State of New Mexico
Capitol Annex Building
Santa Fe, New Mexico
Attention: Mrs. M. M. Rhea

Gentlemen:

The Remuda Basin Unit comprises 8,572.18 acres, more or less, located in Eddy County, New Mexico and was approved by the Secretary of the Interior on May 20, 1960, and by the Commissioner of Public Lands of the State of New Mexico on March 29, 1960.

This letter is written by Texaco Inc., Unit Operator, as formal application for your approval to terminate the subject unit, pursuant to Article 20(b) of the Unit Agreement.

As your records will indicate, the Remuda Basin Unit Well No. 1 (NW/4 SE/4 Section 24, T-23-S, R-29-E), was completed on December 17, 1960, in the Wolfcamp formation after being drilled to the Devonian objective depth of 15,141'. On initial potential the well flowed 72 BOPD from perforations through the interval 11,111'-180'.

As production declined rapidly, the Wolfcamp perforations were reacidized in October, 1961 and the well repotentialized flowing only 31 BOPD. In a further effort to increase the wells productivity, additional section from 11,419'-452' was selectively perforated and acidized in November, 1962, without materially increasing the well's production. Cumulative oil production to November 1, 1962,

ST. LOUIS, MO.
JAN 10 1963
U. S. GEOLOGICAL SURVEY

U. S. Geological Survey
Commissioner of Public Lands -2- January 2, 1963

has been 5,149 barrels. Because of the low production capacity of this well, it has been considered at all times to be not capable of production in paying quantities as defined by the Unit Agreement and therefore produced on a lease, rather than a unit basis.

Under the terms of the Remuda Basin Unit Agreement, a second exploratory well was to be commenced by June 17, 1961. This obligatory commencement date was extended for three successive six month periods to December 17, 1962, primarily to allow further evaluation of the unitized lands. During this period, Texaco reworked the Wolfcamp formation as hereinabove mentioned, conducted evaluations concerning possible re-completion in other formations, and correlated regional geological studies with seismic and other data in an effort to justify further development of the unitized lands. During the drilling of Unit Well No. 1, twelve drill-stem tests which ranged in depth from 6,710' to total depth were conducted with none of the tests indicating commercial production. The performance history of the Remuda Basin Unit Well No. 1 taken in conjunction with the other data studied did not indicate favorable conditions which would justify additional development within the unit area, and consequently, the second well was not commenced.

For the reasons outlined herein, it has been determined that the unitized land is incapable of production of unitized substances in paying quantities in the formations tested and Texaco, as Unit Operator, hereby respectfully requests your approval to terminate the Remuda Basin Unit pursuant to Provision 20(b) of the Unit Agreement. We would further request the termination be made effective the first day of the month next following your approval. All working interest owners in the Unit Area were notified by letter of September 26, 1962, a copy of which is attached, that Texaco proposed to voluntarily terminate the unit and no objections to this proposal were received.

Yours very truly,

R. T. Maxwell
Division Landman

By B. S. Welton
B. S. Welton

BSW:cg
cc: Oil Conservation Commission
Santa Fe, New Mexico

Working Interest Owners

Remuda Basin Unit
Eddy County, New Mexico
Voluntary Termination of Unit

U. S. Geological Survey
Commissioner of Public Lands -3-

January 2, 1963

APPROVED:

Effective as of February 1, 1963

By *Arthur J. Bauer* Date: FEB- 7 1963
~~Active~~ Director, U. S. Geological Survey
(Subject to like approval by the Commissioner)

APPROVED:

By *Samuel H. ...* Date: January 8, 1963
Commissioner of Public Lands
(Subject to like approval by the Director)

1892

November 2, 1961

Texaco Inc.
P. O. Box 3109
Midland, Texas

Re: Ramuda Basin Unit
Eddy County, New Mexico

Attention: Mr. B. E. Hellman

Gentlemen:

The Commissioner of Public Lands approves your request for an additional six months extension in which to commence the next exploratory well on the Ramuda Basin, this approval is subject to like approval by the U. S. Geological Survey and the Oil Conservation Commission.

We are enclosing two approved copies of your application. Please notify us when this extension is approved by the U. S. Geological Survey, also we have not received notification of the approval by the U. S. Geological Survey to the prior extension which was approved by the Commissioner June 21, 1961.

Very truly yours,

E. S. JOHNNY WALKER
COMMISSIONER OF PUBLIC LANDS

ESW/emr/v

Encl:

cc: U.S. Geological Survey
Roswell, N. M.

Oil Conservation Commission
Santa Fe, N. M.

C
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In Reply: Refer
to Unit Division

June 21, 1961

Texaco Inc.
P. O. Box 3109
Midland, Texas

Re: Remuda Basin Unit
Eddy County, New Mexico

Attention: Mr. B. E. Hellman

Gentlemen:

The Commissioner of Public Lands as of this date approves your request for a six months extension, from June 17, 1961 to December 17, 1961, in which to commence the second exploratory test well on the Remuda Basin Unit Area.

We are returning one approved copy of this application. Please notify us of the U. S. Geological Survey's action on this application.

Very truly yours,

E. S. JOHNNY WALKER
COMMISSIONER OF PUBLIC LANDS

BY:

Ted Bilberry, Supervisor
Oil and Gas Division

Enc:
cc: OCC
USGS
ESP/mmr/v

Case # 1892

RECEIVED 4 1 1961

March 28, 1961

In reply refer to:
Unit Division

Texaco, Inc.
P. O. Box 3109
Midland, Texas

Re: Remuda Basin Unit,
Eddy County, New Mexico

Attention: Mr. B. E. Hellman:

Gentlemen:

The Remuda Basin Well # 1 was completed as of December 17, 1960, in the Wolf Camp Formation in 11,111 feet - 11,180 feet, at a location in the NW/4 SE/4 of Section 24, T. 23 S., R. 29 E., Eddy County, New Mexico.

The Commissioner of Public Lands herewith approves your determination that your Remuda Basin Well # 1 is not capable of producing in paying quantities and, therefore, is not considered a discovery well and production will be distributed on a lease ownership basis and not a unit basis.

Yours very truly,

E. S. JOHNNY WALKER
Commissioner of Public Lands

By:
E. S. Johnny Walker

ESW:MR:eq

cc: Oil Conservation Commission
Santa Fe, New Mexico

U S Geological Survey
Roswell, New Mexico

C
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TEXACO
INC.

PETROLEUM PRODUCTS



DOMESTIC PRODUCING DEPARTMENT
MIDLAND DIVISION

P. O. BOX 3109
MIDLAND, TEXAS

March 7, 1961

192630 - Remuda Basin Unit
192599 - State of New Mexico Lease E-5894-1
Eddy County, New Mexico

Mr. Murray E. Morgan, Commissioner
State Land Office
Santa Fe, New Mexico
Attn: Unit Division

Mr. John A. Anderson
U. S. Geological Survey
P. O. Box 6721
Roswell, New Mexico

Gentlemen:

Texaco, as unit operator, recently completed its first exploratory attempt on the unit area identified as the Unit Well No. 1. This well was completed on December 17, 1960, in the Wolfcamp formation from 11,111' - 11,180' at a location in the NW/4 SE/4 of Section 24, 23-S, 29-E, Eddy County, New Mexico.

This well at completion indicated a flowing potential of 77 barrels of oil per day. This recovery has not improved and operator has determined that production in paying quantities has not been found in the Unit Well No. 1. Production from this well will, therefore, be distributed on a lease ownership basis.

Yours very truly,

R. T. MAXWELL
Division Landman

By 
B. E. Hellman

BEH:lg

TEXACO
INC.

PETROLEUM PRODUCTS

DOMESTIC PRODUCING DEPARTMENT
MIDLAND DIVISION



Midland, Texas, June 10, 1960

192630 - Remuda Basin Unit
Eddy County, New Mexico

Mr. Daniel C. Nutter
Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico

Dear Dan:

One of the papers necessary for Mrs. Marion Rhea's file in the Unit Section of the Office of Public Lands is a certified copy of the Oil Conservation Commission Order approving our captioned Unit. Will you please furnish Mrs. Rhea a certified copy of this order. The order should cover Case No. 1892 as listed on the Docket for Examiner Hearing of February 10, 1960.

Please send your statement for a copy of this order to me at Box 352, Midland, Texas.

Please accept my personal appreciation for your continued fine cooperation. I hope to get by your office for a visit the next time I am in Santa Fe.

Yours very truly,

D. D. Farris
District Landman

DDF:LLR

*Ida -
Please prepare a 1 copy
Order no. R-1609
for Pete's certification*

*Sent 6-16-60
LLR*

MURPHY CORPORATION

EL DORADO, ARKANSAS

May 6, 1960

PLEASE REPLY TO OUR
DIVISION OFFICE

940 Petroleum Club Building
110 Sixteenth Street
Denver 2, Colorado

Mr. Daniel S. Nutter
Oil Conservation Commission
State Capitol Building
Santa Fe, New Mexico

Proposed Northwest Caprock Unit
Lea County, New Mexico

Dear Mr. Nutter:

I am returning herewith a copy of the Transcript involving Case No. 1892 which you very kindly loaned to Frank Glaze and me last Wednesday during our visit in your office. This copy has and will prove to be very helpful to us, and your cooperation is certainly appreciated.

Very truly yours,

MURPHY CORPORATION

R. A. Follansbee

R. A. Follansbee
Division Landman

RAF-sr

Enclosure

CERTIFIED

In reply refer to:
Unit Division

March 29, 1960

Case #1892

A I R M A I L

Texasco Inc.
P. O. Box 352
Midland, Texas

Re: Ramuda Basin
Unit Agreement
Eddy County, New Mexico

ATTENTION: Mr. D. D. Farris

Gentlemen:

The Commissioner of Public Lands has of this date approved the Ramuda Basin Unit Agreement and we are enclosing fifteen certificates of approval. We will forward your official receipt in the amount of \$85.00 when it is issued.

Very truly yours,
MURRAY E. MORGAN
Commissioner of Public Lands

BY:
Ted Bilberry, Supervisor
Oil and Gas Division

MEM/PMR/m
cc:

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

United States Geological Survey
Roswell, New Mexico

C
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Y

In reply refer to:
Unit Division

January 20, 1960

C
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Hervey, Dow & Hinkle
Hinkle Building
Roswell, New Mexico

Re: Proposed Remuda Basin
Unit Agreement
Eddy County, New Mexico

Gentlemen:

Please be advised that our attorney Mr. W. O. Jordan has of this date approved as to form and context the proposed Remuda Basin Unit Agreement, Eddy County, New Mexico.

Very truly yours,
MURRAY E. MORGAN
Commissioner of Public Lands

BY:
Ted Bilberry, Supervisor
Oil and Gas Division

MEM/MMR/m
cc:

Taxaco Inc.
311 S. Virginia Ave.
Roswell, New Mexico

Oil Conservation
Commission
Santa Fe, New Mexico

USGS- Roswell

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

February 18, 1960

Mr. Howard Bratton
Hervey, Dow & Hinkle
Box 547
Roswell, New Mexico

Dear Mr. Bratton:

On behalf of your client, Texaco Inc., we enclose two copies of Order R-1609 in Case No. 1892 issued by the Oil Conservation Commission on this date.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

lr/

Enclosures: (2)

cc. Harboz OOO
Artesia OOO

C
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