

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

LEGAL DIVISION
PHONE 827-2741

December 21, 1964

C
O
P
Y

Lupardus, Holliman & Huffman
Attorneys at Law
Suite 510 Oklahoma Natural Building
Tulsa, Oklahoma 74119

Attention: Mr. John L. Arrington, Jr.

Re: Application of Schermerhorn Oil Corporation for
Administrative Approval of a Non-Standard Loca-
tion and Non-Standard Gas Proration Unit, Eumont
Gas Field, Lea County, New Mexico

Gentlemen:

We have your letter of December 18, 1964, and the above appli-
cation.

A copy of your application is being forwarded by copy of this
letter to our Hobbs District Office and an NSL order will be issued
upon verification of topography by our District Office.

As the above well is within the horizontal limits of the Eumont
Gas Pool, it is governed by the General Rules and Regulations Govern-
ing Prorated Gas Pools in Southeastern New Mexico and waivers must be
received from all operators owning an interest in the section under
the provisions of Rule 5(C) 6(a). We therefore will not be able to
issue an NSP order until a waiver has been received from Amerada or
they have been notified and the required 30-day period has terminated.

Very truly yours,


J. M. DURRETT, Jr.
Attorney

JMD/esr

cc: Oil Conservation Commission
P. O. Box 1980
Hobbs, New Mexico

DEC 21 AM 7 16

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF
NEW MEXICO

IN THE MATTER OF AN APPLICATION OF)
SCHERMERHORN OIL CORPORATION UNDER)
RULE 104 OF THE COMMISSION'S STATE-)
WIDE RULES AND REGULATIONS FOR)
ORDERS APPROVING A NON-STANDARD UNIT))
AND AN UNORTHODOX LOCATION FOR THE)
LINAM G NO. 1 GAS WELL, LOCATED IN)
THE NORTH HALF OF THE NORTHEAST)
QUARTER OF SECTION 5, TOWNSHIP 19)
SOUTH, RANGE 37 EAST, LEA COUNTY,)
NEW MEXICO)

CAUSE NO. _____

A P P L I C A T I O N

Comes now Schermerhorn Oil Corporation, a Delaware Corporation duly authorized to do business in the State of New Mexico, and shows to the Commission as follows:

1. Schermerhorn Oil Corporation (Schermerhorn) is the operator of the Linam G No. 1 Gas Well in the Eumont Gas Field, located 1025' south of the north line and 1953' west of the east line of Section 5, Township 19 south, Range 37 east, Lea County, New Mexico. As a result of topographical conditions, it was necessary to drill said well at the described location, rather than the location prescribed by Rule 104(C)(II)(a), and Schermerhorn therefore applies for an exception pursuant to Rule 104(F). A plat showing the location of the well and offsetting ownership is attached hereto and made a part hereof as Exhibit A, and the consents of the owners other than Schermerhorn of the 40-acre tracts directly and diagonally offsetting the unorthodox location are attached hereto and made a part hereof as Exhibit B.

2. Schermerhorn also requests, pursuant to Rule 104(D)(II), administrative approval of a non-standard gas unit for such well location consisting of the N/2 of the NE/4 of Section 5, Township 19 south, Range 37 east, comprising 80 acres. The consents attached hereto as Exhibit B also cover such non-standard unit.

3. The aforesaid Rule 104(F) and (D)(II), as amended by Order No. R-2707 issued on May 25, 1964, provides that the Secretary-Director of the Commission has authority to give the relief requested herein without notice of hearing under these circumstances, and Schermerhorn therefore requests such relief.

WHEREFORE, Schermerhorn Oil Corporation requests that the Secretary-Director administratively issue orders approving the above-described unorthodox location and non-standard unit for the described Linam G No. 1 gas well, so that immediate deliveries can be commenced to the pipeline purchaser, Northern Natural Gas Company, since all other necessary authorizations have already been obtained.

Respectfully submitted,

SCHERMERHORN OIL CORPORATION

By *F. M. Hamner*
F. M. Hamner
Chief Engineer

STATE OF OKLAHOMA)
) ss.
COUNTY OF TULSA)

FRANK M. HAMNER, of lawful age, being first duly sworn, on oath states that he is employed by Schermerhorn Oil Corporation; that he has read the within and foregoing Application, that the facts stated therein are true to the best of his knowledge and belief, and that he is duly authorized to make this Affidavit on behalf of Schermerhorn Oil Corporation.

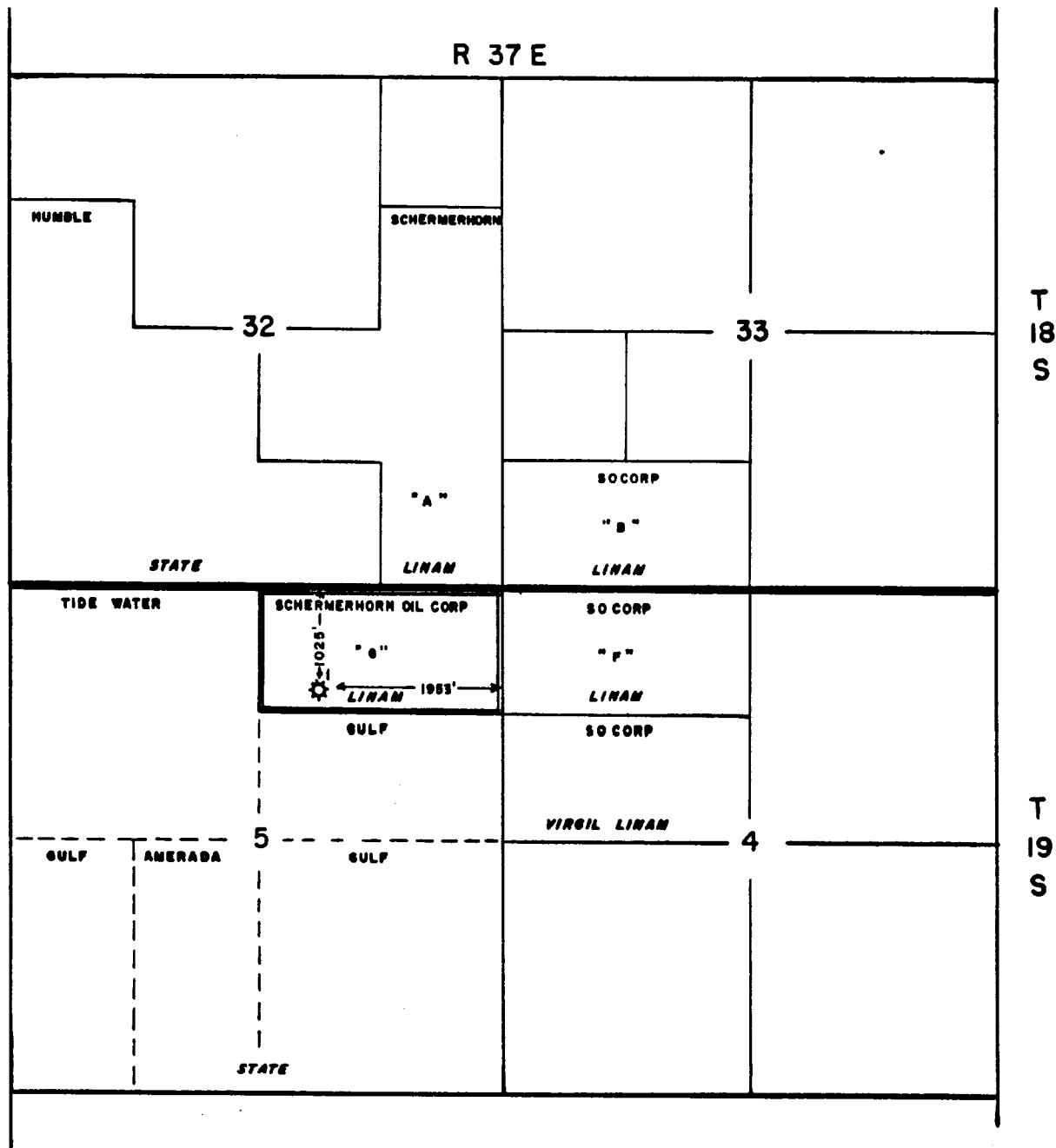
Frank M. Hamner
Frank M. Hamner

SUBSCRIBED AND SWORN TO before me this 18th day of December,
1964.

Thanda Lupo
Notary Public

My Commission expires:

August 28, 1968



SCHERMERHORN OIL CORP.

LINAM "G"

LEA COUNTY, NEW MEXICO

3" = 1 MILE

Exhibit A

LAW OFFICES

LUPARDUS, HOLLIMAN & HUFFMAN

SUITE 510 OKLAHOMA NATURAL BUILDING

TULSA, OKLAHOMA 74119

November 19, 1964

C. L. LUPARDUS
JOE M. HOLLIMAN
ROBERT A. HUFFMAN
WILLIAM SCHEURICH
ROBERT W. LANGHOLZ
JOHN L. ARRINGTON, JR.
SAM P. DANIEL, JR.
GAIL R. RUNNELS
JAMES L. KINCAID
KENNETH M. CYRUS

TELEPHONE
LUTHER 5-814.
AREA CODE 918

Humble Oil and Refining Company
P. O. Box 1600
Midland, Texas

Tidewater Oil Company
P. O. Box 1231
Midland, Texas

Gulf Oil Corporation
P. O. Box 1938
Roswell, New Mexico

In re: Consent to Unorthodox Location and Non-
Standard Proration Unit for the Linam
G #1 Gas Well, located 1025' S. of the
North Line and 1953' West of the East
Line of Section 5-T19S-R37E, Lea County,
New Mexico (Proration Unit to be N/2
NE/4 of Section 5, 80 Acres.)

Gentlemen:

You are the direct and diagonal offsetting operators
other than Schermerhorn Oil Corporation with respect to the
above well, which by reason of topographical factors was
drilled by Schermerhorn in a non-standard location. (Humble:
SW/SE-32-18S-37E; Tidewater: E/2 NW/4-5-19S-37E; Gulf: S/2
NE/4-5-19S-37E)

Therefore, pursuant to Rule 104 of the Statewide Rules
of the New Mexico Oil Conservation Commission, as amended,
on behalf of Schermerhorn Oil Corporation we request that
you signify your consent both to the unorthodox location
and the non-standard unit as above described, by executing
a copy of this letter in the space provided below and returning
the same to us.

Schermerhorn will greatly appreciate your prompt at-
tention to this matter, because only the lack of NSL and NSP


Humble Oil and Refining Company
Tidewater Oil Company
Gulf Oil Corporation

November 19, 1964

orders is preventing the immediate commencement of production.

Yours very truly,


LUPARDUS, HOLLIMAN & HUFFMAN

By 
John L. Arrington, Jr.
Attorneys for Schermerhorn Oil
Corporation

JLAJr:os
cc: Schermerhorn Oil Corporation
Attn: F. M. Hamner

The above-described unorthodox location and non-standard unit are hereby consented to.

This ~~14th~~ 14th day of December, 1964, ^{W. L. Crothers}
Humble Oil and Refining Company

By 
W. L. CROTHERS (Title)

This _____ day of _____, 1964,
Tidewater Oil Company

By _____
(Title)

This _____ day of _____, 1964,
Gulf Oil Corporation

By _____
(Title)

LAW OFFICES
LUPARDUS, HOLLIMAN & HUFFMAN
SUITE 510 OKLAHOMA NATURAL BUILDING
TULSA, OKLAHOMA 74119

November 19, 1964

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ROBERT A. HUFFMAN
WILLIAM SCHEURICH
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JOHN L. ARRINGTON, JR.
SAM P. DANIEL, JR.
GAIL R. RUNNELS
JAMES L. KINCAID
KENNETH M. CYRUS

TELEPHONE
LUTHER 5-6141
AREA CODE 918

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P. O. Box 1600
Midland, Texas

Tidewater Oil Company ✓
P. O. Box 1231
Midland, Texas

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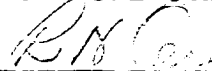
cc: Schermerhorn Oil Corporation
Attn: F. M. Hamner

The above-described unorthodox location and non-standard unit are hereby consented to.

This _____ day of _____, 1964,
Humble Oil and Refining Company

By _____
(Title)

This 24th day of November, 1964,
Tidewater Oil Company

By 
R.H. Coe, District Production (Title)
Manager

This _____ day of _____, 1964,
Gulf Oil Corporation

By _____
(Title)

LAW OFFICES
LUPARDUS, HOLLIMAN & HUFFMAN
SUITE 510 OKLAHOMA NATURAL BUILDING
TULSA, OKLAHOMA 74119

O. L. LUPARDUS
JOE M. HOLLIMAN
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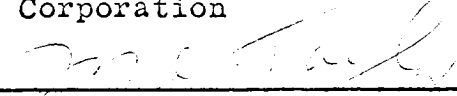
This _____ day of _____, 1964,
Humble Oil and Refining Company

By _____
(Title)

This _____ day of _____, 1964,
Tidewater Oil Company

By _____
(Title)

This 27th day of November, 1964,
Gulf Oil Corporation

By 
District Production Manager (Title)