

OIL CONSERVATION COMMISSION

BOX 2045

HOBBS, NEW MEXICO

DATE \_\_\_\_\_

OIL CONSERVATION COMMISSION  
BOX 871  
SANTA FE, NEW MEXICO

Re: Proposed NSP \_\_\_\_\_

Proposed NSL \_\_\_\_\_

Proposed NEC 373

Proposed DC \_\_\_\_\_

Gentlemen:

I have examined the application dated 9/1/57  
for the Ohio Oil Co. Ethel Shipley Owens #2 26-22-36  
Operator Lease and Well No. S-I-R

and my recommendations are as follows:

O.K.-90 days to 12/11/57

O.K.—J.W.R.

Yours very truly,

OIL CONSERVATION COMMISSION

Engineer

Hobbs OCC

Ohio

NFO 373  
due 10-16-57

HOBBS OFFICE OCC  
P. O. Box 2107 - Hobbs, New Mexico  
SEP 10 3 AM 1957  
September 11, 1957

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

Dear Sir:

We have a letter from Mr. R. F. Montgomery, your Proration Manager at Hobbs, referring to our Ethel Shipley Owens Well No. 2, Sec. 26 T. 22-S. R. 36-E., Lea County, New Mexico. Mr. Montgomery states that we must obtain a connection for the sale of the casinghead gas, or secure a no-flare order from the Commission not later than September, 1957 for this well.

We, hereby, ask that an exception to the "No-Flare Order" be granted for our Ethel Shipley Owens Well No. 2. The lease on which this well is situated covers the southwest quarter of Sec. 26 T. 22-S. R. 36-E., Lea County, New Mexico.

We have now completed Wells Nos. 1, 2, 3 & 4 on this lease.

We now have a contract with Phillips Petroleum Company, whereby they will purchase the casinghead gas from these wells as soon as they have the necessary gathering line installed and connected to these wells.

Enclosed please find copy of a letter written by our Assistant Division Manager, Houston, Texas, to the Phillips Petroleum Company, which substantiates that we have such a contract.

470 572  
the 10-11-37

Quesada

10-11-37

P. O. Box 2117 - Hobbs, New Mexico

SEP 11 1937

September 11, 1937

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

Dear Sir:

We have a letter from Mr. R. F. Montgomery, your  
Protection Manager at Hobbs, referring to our Ethel Shipley  
Owens Well No. 2, Sec. 26 T. 22-S. R. 36-E., Lea County, New  
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We, hereby, ask that an exception to the "No-Flare  
Order" be granted for our Ethel Shipley Owens Well No. 2.  
The lease on which this well is situated covers the southwest  
quarter of Sec. 26 T. 22-S. R. 36-E., Lea County, New Mexico.

We have now completed Wells Nos. 1, 2, 3 & 4 on  
this lease.

We now have a contract with Phillips Petroleum  
Company, whereby they will purchase the casinghead gas  
from these wells as soon as they have the necessary gathering  
line installed and connected to these wells.

Enclosed please find copy of a letter written  
by our Assistant Division Manager, Houston, Texas, to the  
Phillips Petroleum Company, which substantiates that we have  
such a contract.

The volume of gas to be flared from Well No.2 is approximately 20 M.C.F. per day. The Gas-Oil ratio of Well No.2 is 1162:1.

The distance from Phillips Petroleum Company's gathering system to our Owens Lease is approximately 4-1/2 miles.

We enclose a plat showing the well locations, the offset ownership and location of the tank battery.

I, D. L. Province, duly authorized agent of this Company do certify that the above statements are true and correct to the best of my knowledge.

D. L. Province

State of New Mexico  
County of Lea

Subscribed and sworn to before me on this the 11 day of  
September, 1957, Roger R. Greath Notary Public in and for

Lea County, New Mexico

MY COMMISSION EXPIRES JANUARY 28, 1959

RRG:b

cc: Mr. I. G. Burrell, Houston  
Mr. C. S. Mills, Midland  
Mr. D. V. Kitley, Midland  
Mr. R. F. Montgomery - Hobbs

Enc.

The volume of gas to be flared from Well No. 2 is approximately 20 M.C.F. per day. The Gas-Oil ratio of Well No. 2 is 1102:1.

The distance from Phillips Petroleum Company's existing system to our own lease is approximately 1 1/2 miles.

We enclose a plat showing the well locations, the offset ownership and location of the tank battery.

I, D. M. Province, duly authorized agent of this Company do certify that the above statements are true and correct to the best of my knowledge.

Signature

State of New Mexico  
County of Lee

Subscribed and sworn to before me on this 11 day of  
September, 1937 at Lee County, New Mexico

Lee County, New Mexico

Witness my hand and seal of office  
this 11th day of September, 1937.  
Notary Public in and for  
Lee County, New Mexico  
Mr. R. F. Montgomery - Hobbs  
Mr. S. W. Kattley, Midland  
Mr. O. S. Miller, Midland  
Mr. I. G. Barrwell, Houston

Enc.

*Mr. L. H. Moore  
Phillips Petroleum Company  
Bartlesville, Oklahoma*

August 19, 1957

RECEIVED

AUG 21 1957

THE OHIO OIL CO.

MIDLAND, TEXAS  
DISTRICT MANAGER

Mr. L. H. Moore  
Phillips Petroleum Company  
Bartlesville, Oklahoma

Dear Mr. Moore:

I am returning herewith two copies, executed on behalf of The Ohio Oil Company, of a Casinghead Gas Contract between The Ohio Oil Company, as Seller, and Phillips Petroleum Company, as Buyer, covering the casinghead gas to be produced from the Ethel Shipley Owens lease in the SW/4 of Section 26, and the State McDonald A/C 1-B lease in the E/2 of Section 26 and the N-3/4 of the E/2 of Section 35, both in T22S, R36E, Lea County, New Mexico.

This contract was forwarded to us by your letter of July 31st; however, in your original forwarding you only included the portion of our State McDonald A/C 1-B lease located in the E/2 of Section 26. Following a conversation with Mr. Moore, we also included the N-3/4 of the E/2 of Section 35.

After execution by Phillips Petroleum Company, please return one copy of original and six conformed copies to us. We wish to thank you for submitting this contract and hope that it will be to our mutual benefit.

Yours very truly,

*I. C. Burrell*

I. C. BURRELL  
Assistant Division Manager

IGB:dw  
Encls:

cc: Mr. C. S. Mills  
Midland, Texas

