

OIL CONSERVATION COMMISSION

BOX 2045

HOBBS, NEW MEXICO

DATE Jan. 6, 1958

OIL CONSERVATION COMMISSION
BOX 871
SANTA FE, NEW MEXICO

Re: Proposed NSP _____

Proposed NSL _____

Proposed NFO 386

Proposed DC _____

Gentlemen:

I have examined the application dated 2/2/58
for the Ohio Oil Co. State McDonald AC 1 "B" #2 35-22-36
Operator Lease and Well No. S-T-R

and my recommendations are as follows:

O.K. to Feb. 8, 1958—E.J.F.

O.K.—J.W.R.

Yours very truly,

OIL CONSERVATION COMMISSION

Engineer

NH 000

NFO 386

Dec 12-31

P. O. Box 2107 - Hobbs, New Mexico

December 13, 1957

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

Dear Sir:

Please refer to our letter from Mr. R. F. Montgomery, stating that it will be necessary for us to apply for a no-flare order from the Commission not later than 12-20-57, in the event a gas connection has not been made to our State McDonald A/C 1 "B" Well No.2 by that date.

We hereby ask that an exception to the "No-Flare" order be granted for this well. The lease on which this well is situated covers the east half of Sec.26 and the northeast quarter of Sec.35, T22S R36E, Lea County, New Mexico.

Wells Nos. 1, 3, and 4 have also been completed on this lease.

We 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.

Please refer to copy of a letter written by our Assistant Division Manager, Mr. I. G. Burrell, Houston, Texas, to the Phillips Petroleum Company, which substantiates that we have such a contract. That copy is attached to our letter to you under date of September 11, 1957, applying for a no-flare order for our Ethel Shipley Owens Well No.2, in Sec.26, same township and range. Since that letter was written Mr. Burrell has received a letter, dated November 7, 1957, from Phillips Petroleum Company, stating it will be 90 days from that date before their line will be installed and connected. A copy of that letter is enclosed herewith.

Box 210V - Hobbs, New Mexico

December 13, 1957

Mr. J. L. Hooten, Jr.
Director-Geology
New Mexico Oil
Conservation Commission
Santa Fe, New Mexico

Dear Sir:

Please refer to our letter from Mr. J. L. Montgomery, stating that it will be necessary for us to apply for a no-lease order from the Commission not later than 12-30-57, in the event a gas connection has not been made to our State McMonahan No. 1 Well No. 2 by that date.

The property has been an exception to the "No-Flow" order as regards this well. The lease on which this well is situated covers the east half of Sec. 36 and the northeast quarter of Sec. 35, T20S R36E, Sec. 36 and the

well No. 1, 2, and I have also been contacted on this lease.

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

Please refer to copy of a letter written by our Assistant Division Manager, Mr. I. G. Burnett, Hobbs, New Mexico, to the Phillips Petroleum Company, which substantiates that we have such a contract. That copy is attached to our letter to you under date of September 11, 1957, applying for a no-lease order for our State Phillips Owens Well No. 2, in Sec. 36, same township and range. Since that letter was written Mr. Burnett has received a letter, dated November 7, 1957, from Phillips Petroleum Company, stating it will be 30 days from that date before their line will be installed and connected. A copy of this letter is enclosed herewith.

The volume of gas to be flared from State McDonald A/C 1 "B" Well No.2 is approximately 27 MCF per day. The gas-oil ratio of this well is 646:1.

The distance from Phillips Petroleum Company's gathering system to our State McDonald A/C 1 "B" Lease is approximately $4\frac{1}{2}$ 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 13th day of December, 1957, Roger R. Grant Notary Public in and for Lea County, New Mexico.

My Commission Expires January 28, 1959

RRG:b

Orig & 2 copies

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

The volume of gas so collected from these reactions was 1.25 ml. at 25°C. and 760 mm. Hg. This is approximately 27 mm. per day. The gas-liquid ratio of this well is 0.15.

approximately 14 miles.
gathering station to our State McDonald A/C I was issued is
The distance from Phillips Petroleum Company's

offer a variety and location of the tank battery.

of my knowledge.

control will be slow

BAF 10 y Jan 1960

2nd April 1941 and sworn to before me on this the 10th day of

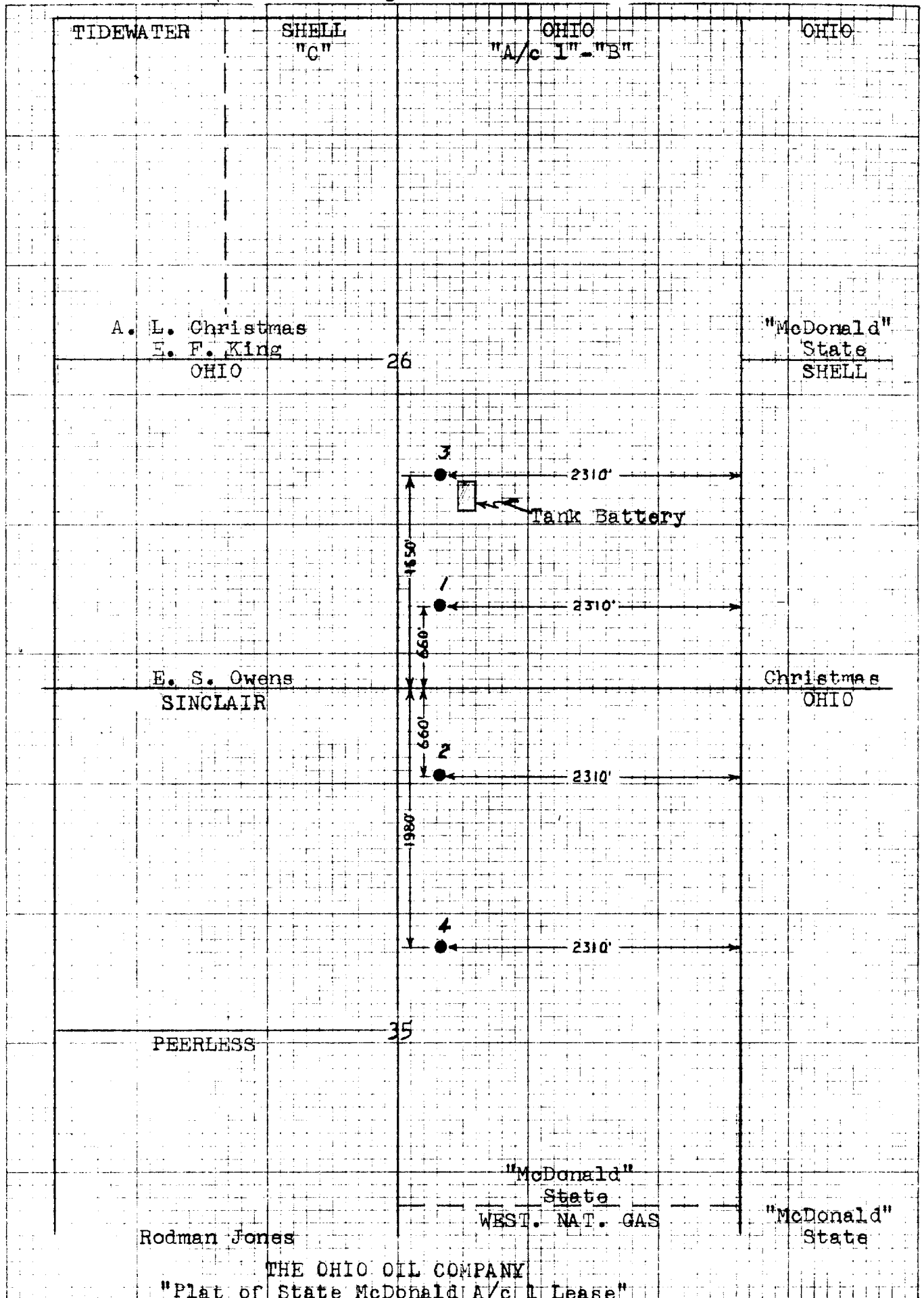
December, 1971

NOTED FOR INFO

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