

November 6, 1958

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



Re: Request for Approval of Non-Standard
Gas Production Unit for Well 1-3, 26-3.

Gentlemen:

In accordance with Order No. R-128-C, Rule 1(b), request is made for administrative approval of a non-standard gas production unit for the Johnston and Shear Well 1-3, which is located in the SE/4 NE/4 of Section 3, Township 26 North, Range 3 West, Rio Arriba County, New Mexico.

The proposed non-standard unit for Well 1-3 consists of contiguous Lot 1 (36.52 acres), Lot 2 (36.88 acres), 1/2 NE/4 (80.00 acres) and the SE/4 (100.00 acres), a total of 313.40 acres. The unwieldy size of the unit is caused by a variation in the legal sub-division of the United States Public Land Survey. The unit lies within a single governmental section, the east half of which is subject to an oil and gas lease in favor of Johnston and Shear. It is reasonable to presume that all of the non-standard unit is productive of gas.

Copy of this letter is being furnished by registered mail to the offset operators shown on the attached plat; namely:

Magnolia Petroleum Company, P. O. Box 900, Dallas, Texas
Northwest Production Corporation, 520 Sims Building, Albuquerque, N. M.
Pacific Northwest Pipeline Corporation, 418 1/2 West Broadway, Farmington, N. M.

Yours very truly,

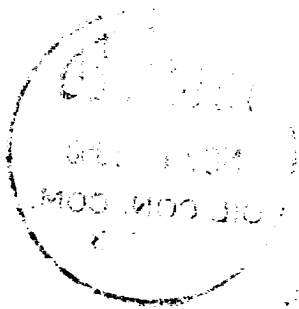
JOHNSTON & SHEAR

W. R. Johnston
W. R. Johnston

WJ:RP/jap
In Duplicate

cc: GCC, Antec ✓
USGS, Farmington

SECRET - 1952



U.S. DEPARTMENT OF COMMERCE
BUREAU OF OIL RESOURCES
WASHINGTON, D.C. 20540
JAN 28, 1952

RE: Request for approval of a lease
The Commission will not approve the lease.

Comments:

In accordance with Section 10, Title 30, U.S.C., Chapter 30, Subchapter 1, Section 10, the Commission will not approve the lease for the reasons stated below. The lease is for the purpose of exploring for and producing oil and gas on the land described in the lease. The land is located in the State of Texas, and the lease is for a term of years.

The Commission has received a request from the lessee for approval of the lease. The lease is for the purpose of exploring for and producing oil and gas on the land described in the lease. The land is located in the State of Texas, and the lease is for a term of years. The Commission has considered the request and has concluded that the lease is not in the public interest and therefore will not approve the lease.

Copy of this letter is being furnished to the lessee for his information. The lessee is requested to advise the Commission of any action taken by him in response to this letter.

Respectfully,
Director, Bureau of Oil Resources
U.S. Department of Commerce
Washington, D.C. 20540

Very truly yours,

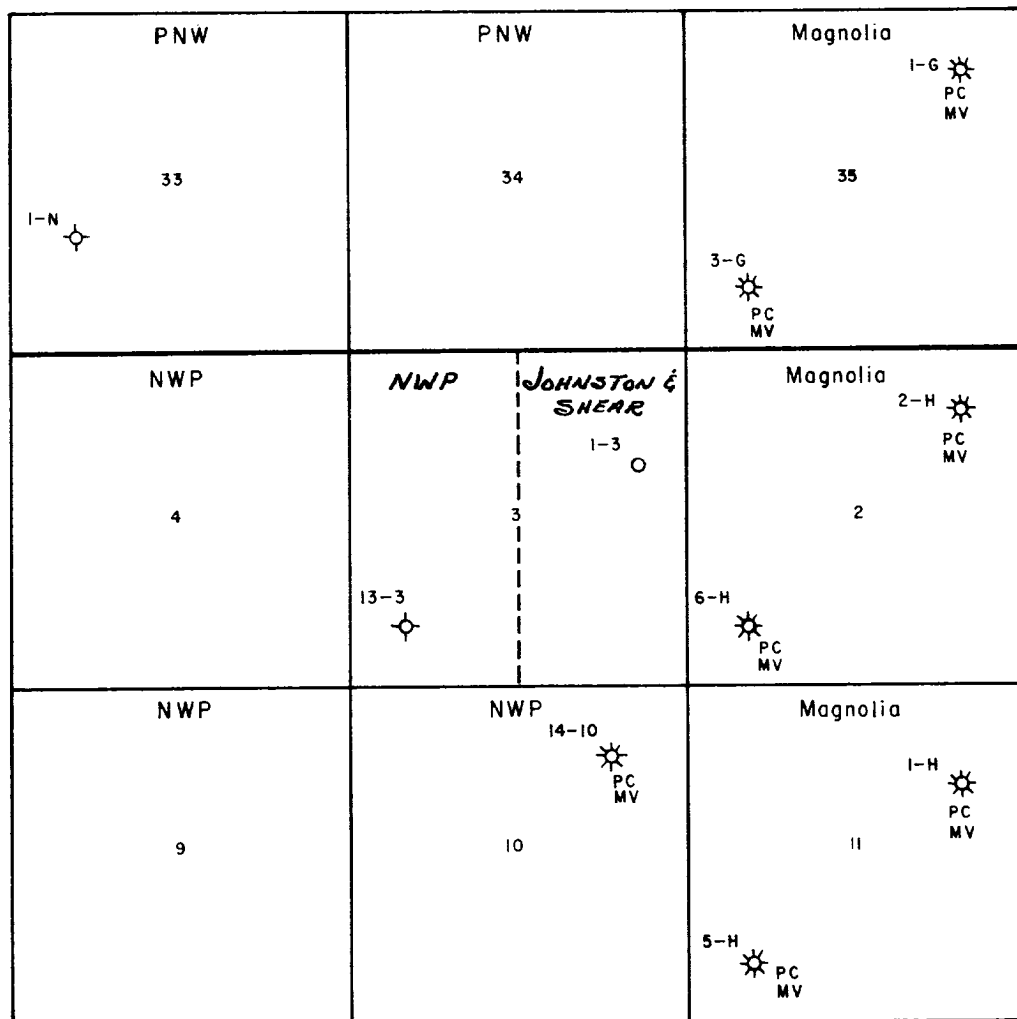
Director, Bureau of Oil Resources

Enclosure
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R 3 W



JOHNSTON AND SHEAR

REQUEST FOR APPROVAL OF
NON STANDARD GAS PRORATION
UNIT FOR 26-3 WELL 1-3

RIO ARriba COUNTY
NEW MEXICO

CONTRACT # 115

Drawn: W. H. McGahey
Approved: Roy Phillips

Scale 1"=3000'
Date: 11-5-58