

REFOIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

S.U. Prod.

Lachman #2

IN THE MATTER OF THE PETITION OF CONGRESS
OIL COMPANY FOR AN ORDERING APPROVAL
OF AN EXCEPTION TO RULE OF THE SPECIAL
RULES AND REGULATIONS FULCHER KUTZ-
PICTURED CLIFFS GAS ESTABLISHMENT OF
A NON-STANDARD GAS PRORATION UNIT OF 163.96
CONTIGUOUS ACRES CONSISTING OF THE NW¹/₄ OF
SECTION 18, TOWNSHIP N., RANGE 10 WEST,
N.M.P.M., SAN JUAN COUNTY, NEW MEXICO

CASE NO. _____

Comes now Congress Company (herein referred to as "Applicant")
a Colorado corporation, its principal place of business in the Burt
Building, Dallas 1, Texas, files this its application for an order of
the Commission granting approval of an exception to Rule 6(A) of the
Special Rules and Regulations for the Fulcher Kutz-Pictured Cliffs Gas
Pool, promulgated by the Commission in its Order No. R-565, in establish-
ment of the non-standard proration unit described hereinbelow, and
in support thereof Applicant respectfully states and shows the following:

(1) The non-standard gas proration unit for which approval
is sought herein consists of 163.96 contiguous surface acres sub-
stantially in the shape of a square and consists of the NW¹/₄ of
Section 18, Township North, Range 10 West, N.M.P.M., San
Juan County, New Mexico.

(2) The non-standard size of the tract is due to a varia-
tion in legal subdivision of the U. S. Public Land Surveys.

(3) The well which it is requested that the above-
described acreage be gas proration unit is the Congress-
Lachman #2, which is located in Lot 2 of the aforesaid
Section 18.

(4) In the opinion of Applicant, the entire non-standard
gas proration unit referred to herein may reasonably be pre-
sumed to be product of gas from the Pictured Cliffs Forma-
tion.

(5) In the opinion of Applicant, it is not economically
feasible to drill more than one well on the lands allocated to
the proposed unit, and the well presently located thereon is

capable of efficiently and economically draining the entire area of said unit.

(6) Attached hereto is waiver and consent to the proposed non-standard gas proration unit executed under even date herewith by Angels Peak Oil Company, one of the operators owning interests in the acreage offsetting the proposed unit.

(7) So far as is known to Applicant, Kutz Canon Oil & Gas Company is the only operator other than Angels Peak Oil Company owning an interest in any of the acreage offsetting the proposed unit. Attached hereto is a true and complete copy of a letter mailed today under registered cover to said Kutz Canon Oil & Gas Company.

WHEREFORE, premises considered, Applicant prays that the Commission, after such hearing and upon such notice as the Commission may direct, issue its order granting approval of the non-standard gas proration unit herein proposed.

Respectfully submitted,

CONGRESS OIL COMPANY

By /s/ Scott Hughes
President

THE STATE OF TEXAS }
COUNTY OF DALLAS }

Scott Hughes, being first duly sworn, hereby states that he is President of Congress Oil Company, the Applicant in the foregoing application; that as such officer he has executed said application on behalf of Congress Oil Company; that he has read said application and, to the best of his knowledge, information and belief, all statements of fact therein contained are true and correct.

/s/ Scott Hughes

Scott Hughes

SWORN TO AND SUBSCRIBED before me, the undersigned authority, this
9th day of February, 1955.

/s/ Faye Griffin

Notary Public in and for
Dallas County, Texas

(SEAL)