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SANTA PE, NEW MEXICA

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No. 11WU-153 due 7/3/55

BEFORE THE OIL CONSERVATION COMMISSION

OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF DON TRADERS, INC. FOR A NON-STANDARD GAS PRORATION UNIT CONSIST-ING OF 40 ACRES, IN THE FULCHER-KUTZ PICTURED CLIFFS GAS POOL, SAN JUAN COUNTY, NEW MEXICO.

Comes now applicant, Don Traders, Inc., and hereby applies to the Oil Conservation Commission of the State of New Mexico for approval of a non-standard gas proration unit as an exception to the pool rules of the Fulcher-Kutz Pictured Cliffs gas pool, San Juan County, New Mexico, said rules being Order No.  $\mathcal{M}$ -565<sup>-</sup> Rule 6 (a), this application being brought under the provisions of Rule 6 (b) of said order, as revised, proposed unit to consist of the NW $\frac{1}{2}$ NE $\frac{1}{4}$  of Section 30, Township 30 North, Range 12 West, N.M.P.M., as reflected by the plat attached hereto, marked Exhibit A, and made a part hereof, the proposed unit containing 40 acres, more or less.

APPLICATION

In support of the application, applicant would show:

1. That applicant is present owner of all operating rights in the proposed non-standard gas proration unit.

2. That the well producing from the proposed unit, being applicant's C. V. Lyman Dansby No. 1 well, is located 660 feet from the north line of Section 30, and 1980 feet from the east line of Section 30, and was located and drilled in conformance with the rules and regulations then in effect, and was completed as a commercial well productive of gas from the Pictured Cliffs formation. 3. That the proposed non-standard proration unit consists of contiguous quarter-quarter sections, or lots.

4. That the proposed non-standard gas proration unit lies wholly within Section 30, Township 30 north, Range 12 west, N.M.P.M. San Juan County, New Mexico.

5. That a non-standard gas proration unit allowing less than 160 acres as required by the provisions of Order No.  $\mathcal{N}$  565 is necessitated solely by the location and unit assigned to said well which conformed with the rules and regulations of the Commission in effect at the time said well was drilled, and unless allowed by the Commission, applicant will be deprived of his opportunity to recover his fair and equitable share of the gas in said pool, contrary to law.

6. That in the opinion of the applicant the entire proposed non-standard gas proration unit may reasonably be presumed to be productive of gas.

7. That applicant has on Hary 2, 1955, notified operators owning interests in Section 30, Township 30 north, Range 12 west, N.M.P.M., San Juan County, New Mexico, and offset operators to the applicant's C. V. Lyman Dansby No. 1 well, of applicant's intent to form such non-standard gas proration unit and requesting waivers therefor by sending copies of this application via registered mail to the following:

> BMNS Company Burt Building Dallas, Texas

8. That copies of plat reflecting well location and acreage dedicated to said well are attached hereto as a part of this application.

WHEREFORE, applicant requests he be granted an order by administrative action of the Commission approving a non-standard gas proration unit as applied for, or in the alternative, that this matter be set for hearing before the Commission in accordance with its rules and regulations, and for such other and further relief as may be proper.

Respectfully submitted, DON TRADERS, INC.

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## NEW MEXICO

Gas Well Plat

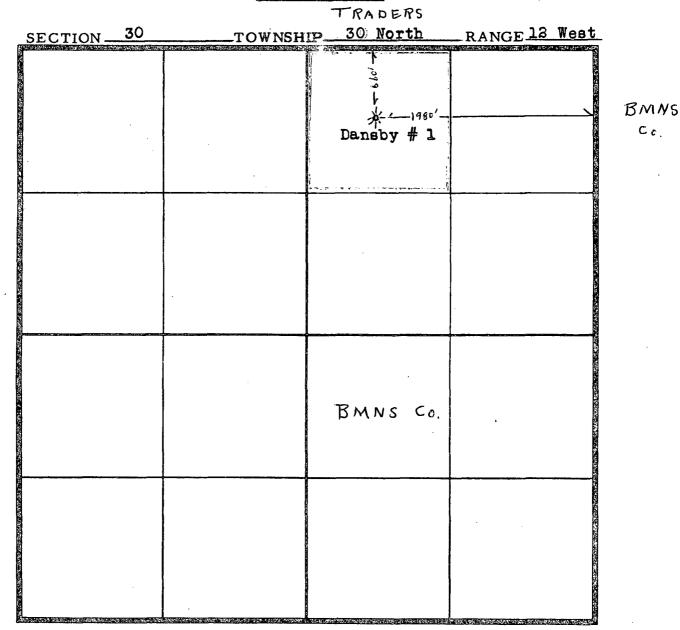
Cc.

## OIL CONSERVATION COMMISSION

				Date	May 2, 1955
Don T:	raders,	Inc	Dansby		No. 1-B
0	perator		Lease		Well No.

Name of Producing Formation Pictured Cliffs Pool Fulcher-Kutz

40 No. Acres Dedicated to the Well



I hereby certify that the information given above is true and complete to the best of my knowledge.

(over)

Rella 119 Name KA Pro Attorney Position

Representing Don Traders, Inc. Address Santa Fe, New Mexico

STATE OF NEW MEXICO ) COUNTY OF SANTA FE )

Comes now Jason W. Kellahin, attorney for applicant in the above entitled cause, upon oath deposes and says that he has read and understands the foregoing application; that he is credibly informed and believes the contents thereof are true; that he makes this verification for the reason that applicant is a corporation with its offices and principal place of business outside the county wherein said attorney resides.

Jacon W Kellah

Subscribed and sworn to before me this 3nd day of

une, 1955.

My commission expires:

My Commission expires September 22, 1957