NUU-196 mene 2/17/57

L MAIN OFFICE OCC ISS7 UNI SU FM 1:30 Denver, Colorado January 17, 1959 THE NEW DRILLING COMPANY 1018 Patterson Building

orked Emery

ce , 1 21/56

Oil Conservation Commission of the State of New Mexico. Capitol Annex Building Santa Fe, New Mexico

> Re: Application for Exception to Rule, 1(a) of Order No. R-128-C for Non-Standard Proration Unit. Blanco Mesaverde Gas Pool, San Juan County, New Mexico

Gentlemen:

The New Drilling Company hereby submits its application for administrative approval of a non-standard unit comprising the West Half (W/2). (or lots 1, 2, 3, 4 and E/2 of W/2) of Section 18, Township 31 North, Range 12 West, San Juan County, New Mexico, and in support thereof states the following facts:

- The Govt-Reid #1 Well is located 1150 1. FSL and 953' FWL of Section 18, T31N, R12W, N.M.P.M.
- 2. That the proposed non-standard gas proration unit consists of 314.48 acres which are contiguous quarterquarter sections and lots.
- 3. That New Drilling Company owns offset acreage to the South. West and North. and Ohio Oil Company owns offset acreage to the East.
- The proposed non-standard gas proration 4. unit lies wholly within a single Government section.
- 5. That the proposed non-standard gas proration unit may reasonably be presumed to be productive of gas.

well is lot 4

Page 2 - Ltr New Drlg Co/Oil Cons Comm - 1/17/57

6. That by copy of this letter of application all operators owning interests (a) in the section in which any part of the non-standard proration unit is situated and which acreage is not included in said non-standard gas proration unit, and (b) in acreage offsetting the non-standard gas proration unit, are notified by registered mail of this proposed non-standard gas proration unit.

Therefore, New Drilling Company requests that under the provision of Rule 1 (b) of Order No. R-128-C, the Secretary of the Commission grant exception to Rule 1 (a) without Notice and Hearing, and approve the subject non-standard gas proration unit.

Respectfully submitted,

THE NEW DRILLING COMPANY

By Jenne Herman High

Production Engineer

HH/lb

cc - Ohio Oil Company Box 120 Casper, Wyoming STATE OF NEW MEXICO)) COUNTY OF SAN JUAN)

SS

HERMAN HIGH, being first duly sworn, hereby states that he is Production Engineer for The New Drilling Company, the applicant in the foregoing application; that he has executed said application on behalf of The New Drilling 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; that a copy of this alplication was duly deposited on the 17th of January, 1957, in the United States postoffice as Registered Mail, with all charges prepaid, addressed to the Ohio Oil Company, P. O. Box 120, Casper, Wyoming, the only offset operator in connection with this application.

Herman High

SUBSCRIBED AND SWORN TO before me by the said Herman High this 17th day of January, 1957, to certify which witness my hand and seal of office.

Notary Public

My Commission Expires: January 12, 1959

.

.

k

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE