El Paso Natural Gas Company

El Paso, Texas

March 10, 1960

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

Re: Canyon Largo Unit

T-24-N, R-6-WSection 1: NE/4

Rio Arriba County, New Mexico

Gentlemen:

We are enclosing herewith for your approval five (5) copies of an Application for Non-Standard Proration Unit covering the captioned acreage. If the Application meets with your approval, would you please return the approved copies which you do not require for your files to this office.

Very truly yours,

Charles Higgins Area Landman

Land Department

CH:JNN:n1 Enclosures

NM 4768

REGISTERED MAIL

El Paso Natural Gas Company

El Paso, Texas February 29, 1960

Oil Conservation Commission Of the State of New Mexico Post Office Box 871 Santa Fe, New Mexico

Re: Application for Exception to Rule 6(A) of Order No. R-846 for Non-Standard Proration Unit, Ballard Pictured Cliffs Gas Pool, Rio Arriba County, New Mexico

Gentlemen:

In accordance with Rule 6-B of Order R-846, El Paso Natural Gas Company hereby submits its application for administrative approval of a non-standard gas proration unit consisting of the NE/4 (Lots 1,2,7,8,9,10) of Section 1, Town-ship 24 North, Range 6 West, Rio Arriba County, New Mexico, and in support thereof states the following facts:

- The Canyon Largo Unit #87 Well, located 1600' from the North line and 1550' from the East line of Section 1, Township 24 North, Range 6 West, was completed as a gas well from the Pictured Cliffs Formation on November 25, 1959.
- 2. That the proposed non-standard gas proration unit consists of 182.95 acres, which are contiguous quarter-quarter sections and lots.
- 3. That the proposed non-standard gas proration unit lies wholly within a single government section.
- 4. That the proposed non-standard gas proration unit may reasonably be presumed to be productive of gas.
- 5. 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, El Paso Natural Gas Company requests that under the provision of Rule 6(B) of Order No. R-846, the Secretary of the Commission grant exception to Rule 6(A) without Notice and Hearing and approve the subject non-standard gas proration unit.

Respectfully submitted,

EL PASO NATURAL GAS COMPANY

Sam Smith, Manager
Land Department

FROTN SHE GEOL AND Legal How

SS: JNN: pc

NM 4768

SUBSCRIBED AND SWORN to before me by the said SAM SMITH this gas day of _______, 1960, to certify which witness my hand and seal of office.

Notary F

My Commission expires:

ELOISE BUSSE

Notory Public in and for El Face County, Texas

My Commission Expires June 1,1981

A copy of the foregoing application for non-standard gas proration unit on the Canyon Largo Unit #87 Well was forwarded by registered mail, return receipt requested, to the following listed parties:

> Kern County Land Company Korber Building Albuquerque, New Mexico

Hondo Oil & Gas Company Post Office Box 660 Roswell, New Mexico

Petro-Atlas Corporation 2000 National Bank of Tulsa Bldg. Tulsa 3, Oklahoma

Skelly Oil Company Post Office Box 1650 Tulsa 2, Oklahoma

7 - 25 N	R - 6 - W 36 KERN COUNTY LAND CO. MALCO	R-5-W SKELLY T 25 N
T 24 N	EL PASO EL PASO X 87 TO 2480 1737Mcf PETRO-ATLAS	5KELLY T 6 24 N
	R-6-W	R-5-W

EL PASO NATURAL GAS CO.

PLAT ACCOMPANYING APPLICATION FOR 182.95 ACRE NON-STANDARD GAS UNIT CANYON LARGO #87