

El Paso Natural Gas Company

El Paso, Texas 79999

July 18, 1967

MAIL OFFICE

67 JUL 19 AM 8 23

Oil Conservation Commission
State of New Mexico
Post Office Box 2088
Santa Fe, New Mexico

Re: Application for Exception to
Rule 5 (A) of Order No. R-1670
for Non-Standard Proration Unit,
Jalmat Gas Pool
Lea County, New Mexico
(Southeastern New Mexico)

Gentlemen:

By Bill of Sale from Shell Oil Company dated July 1, 1967, El Paso Natural Gas Company purchased the Shell State "JL" #1 well located in the N/2 SW/4 of Section 32, Township 23 South, Range 37 East, Lea County, New Mexico. El Paso Natural Gas Company plans to re-enter this well and complete it as a gas well in the Yates Formation. The well will be renamed the Shell State #13.

For these reasons and in accordance with Rule 5 (C) of Order R-1670 (Southeastern New Mexico), El Paso Natural Gas Company hereby submits its application for administrative approval of a non-standard gas proration unit consisting of the N/2 SW/4 of Section 32, Township 23 South, Range 37 East, Lea County, New Mexico, and in support thereof states the following facts:

1. That the proposed non-standard proration unit consists of 80.00 acres which is less than a standard proration unit.
2. That the proposed non-standard proration unit consists of contiguous quarter-quarter sections and lots.
3. That the proposed non-standard proration unit lies wholly within a single governmental section.
4. That the proposed Shell State #13 well to be located 1,980 feet from the South line and 660 feet from the West line of Section 32, Township 23 South, Range 37 East is to be completed as a gas well in the Yates Formation and the entire non-standard gas proration unit may reasonably be presumed to be productive of gas from the Jalmat Gas Pool.
5. That the length or width of the non-standard gas proration unit does not exceed 5,280 feet.

*NSP-785
issue 8-18-67
Check before issuing
that there is not
simultaneous del.
of acreage OK -
have checked*

6. That by copies of this letter of application all operators owning interests (a) in the section in which any part of the non-standard gas proration unit is situated and which acreage is not included within said non-standard gas proration unit and (b) all operators owning interests with 1,500 feet of the well to which such non-standard gas proration unit is proposed to be dedicated, are notified by registered mail of this non-standard proration unit.

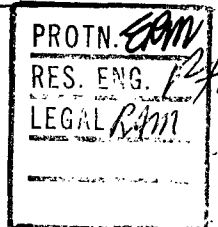
7. Therefore, El Paso Natural Gas Company requests that under the provisions of Rule 5 (C) of Order No. R-1670, the Secretary of the Commission grant exception to Rule 5 (A) without Notice and Hearing and approve the subject non-standard gas proration unit.

Respectfully submitted,

EL PASO NATURAL GAS COMPANY

By

T. W. Bittick
T. W. Bittick
Manager
Land Department



TWB:JRP:psr
NM 10-A

cc: Great Western Drilling Company
P. O. Box 1659
Midland, Texas 79701

Gulf Oil Corporation
P. O. Box 1150
Midland, Texas 79701

Texaco, Inc.
P. O. Box 3109
Midland, Texas 79701

Amerada Petroleum Corporation
P. O. Box 591
Midland, Texas 79701

Skelly Oil Company
P. O. Box 993
Midland, Texas 79701

Shell Oil Company
P. O. Box 1509
Midland, Texas 79701

SUBSCRIBED AND SWORN TO before me this 18th day of July, 1967, by the said T. W. BITTICK, to certify which witness my hand and seal of office.

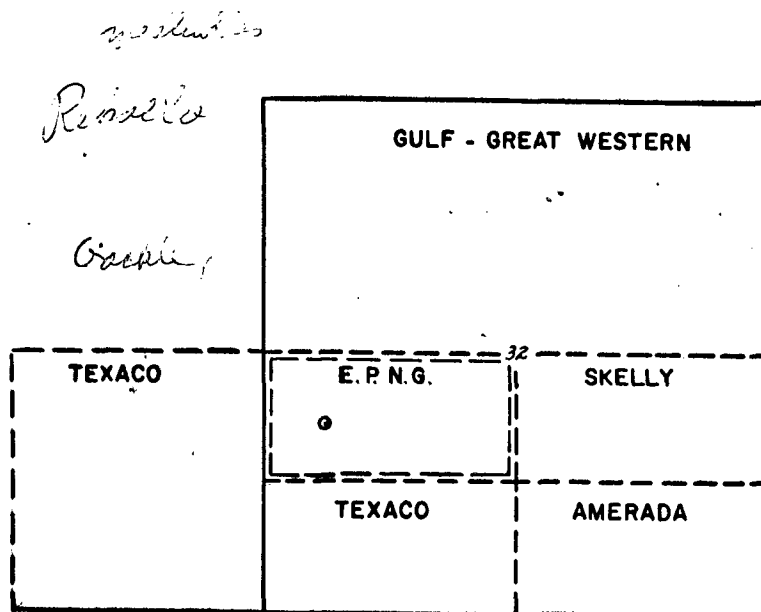
My Commission Expires:

Marian Davis
Notary Public

MARIAN DAVIS

Notary Public in and for El Paso County, Texas
My Commission Expires June 1, 1969

N/2 SW/4 SEC. 32, T-23-S, R-37-E



EL PASO NATURAL GAS COMPANY

**Plat Accompanying Application For 80.00
Acre Non-Standard Gas Unit**

SHELL STATE #13

Yates (Jalmat Gas Pool)

SCALE: 1" = 2000'