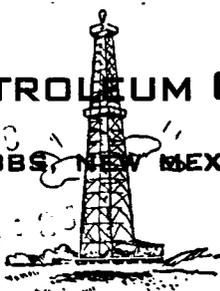


FAMARISS PETROLEUM CORPORATION

MAIN OFFICE 800
HOBBS, NEW MEXICO



WALTER FAMARISS, JR., PRESIDENT
PAUL S. JOHNSTON, VICE PRESIDENT

P. O. BOX 2497
TELEPHONE 3-2148

October 13, 1954

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: W. B. Macey, Director

RE: Application for Non-Standard gas proration unit for the Famariss Petroleum Corporation Hill #1, Lea County, New Mexico.

Gentlemen:

By this letter of application Famariss Petroleum Corporation wishes to state the following:

- (a) That the Famariss Petroleum Corporation, E. C. Hill #1 is located in Lot #10, of Section 4, Township 21 South, Range 37 East, 3300 F.N.L. and 1730 F.E.F. of the described section and was completed at a total depth of 6155' producing from perforations from 5630-5780; and 5800-5870.
- (b) That the location was moved 250 feet to the east from the center of the 40 acre unit of Lot #10, occasioned by topographical conditions and a pipe line "right-of-way". That prior to the movement of the location from the standard gas well location requirements, Famariss Petroleum Corporation contacted the New Mexico Oil Conservation Commission and the Shell Oil Company and obtained from them permission to locate the well as above described.
- (c) Therefore, the Famariss Petroleum Corporation hereby applies in accordance with Order No. 520, Rule 5, Subparagraph 6, for the formation of a non-standard gas proration unit in the Blinebry gas pool to be comprised of the following acreage, i.e., Lots 2, 7, and 10, of Sec. 4, T21S, R37E, Lea County, New Mexico. The units will consist of 120 acres more or less.

- (d) The following offset operators have been notified by Registered Mail:

Western Oil Fields, Inc.
Shell Oil Company
Fullerton Oil Company
Continental Oil Company
Stanolind Oil & Gas Company
Atlantic Refining Company
Standard Oil Company of Texas

- (e) Attached is a plat showing the location of the proposed proration unit.
- (f) Note: This application amends the original application in that,the original application of September 13, 1954, included Lot #1 of Sec. 4. The unit however will consist only of Lots 2, 7, and 10, of Section 4.

Very truly yours,

FAMARISS PETROLEUM CORPORATION



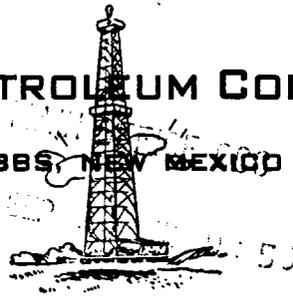
Paul S. Johnston
Vice-President

PSJ/bp

Encs.

FAMARISS PETROLEUM CORPORATION

HOBBS, NEW MEXICO



WALTER FAMARISS, JR., PRESIDENT
PAUL S. JOHNSTON, VICE PRESIDENT

FSP-18
Area # 2

P. O. BOX 2497
TELEPHONE 3-2148

September 13, 1954

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: W. B. Macey, Director

RE: Application for Non-Standard gas proration unit
for the Famariss Petroleum Corporation Hill #1,
Lea County, New Mexico

Gentlemen:

By this letter of application Famariss Petroleum Corporation wishes to state the following:

- (a) That the Famariss Petroleum Corporation, E. C. Hill #1, located in Lot #10, of Section 4, Township 21 South, Range 37 East, 3300 F. N. L. and 1730 F. E. L. of the described section was completed at a total depth of 6394'.
- (b) That the location was moved 250 feet to the east from the center of the 40 acre unit of Lot #10, occasioned by topographical conditions and a pipe line "right-of-way". That prior to the movement of the location from the standard gas well location requirements, Famariss Petroleum Corporation contacted the New Mexico Oil Conservation Commission and the Shell Oil Company and obtained from them permission to locate the well as above described.
- (c) Therefore, the Famariss Petroleum Corporation hereby applies in accordance with Order No. 520 Rule 5, Sub-paragraph 6 for the formation of a non-standard gas proration unit in the Blinebry gas pool to be comprised of the following acreage, i. e., Lots 1, 2, 7, and 10, of Sec. 4, T21S, R37E, Lea County, New Mexico. The unit will consist of 160 acres more or less.

- (d) The following offset operators have been notified by
Registered Mail:

Shell Oil Company
Fullerton Oil Company
Continental Oil Company
Stanolind Oil & Gas Company
Standard Oil Company of Texas
Atlantic Refining Company
Western Oil Fields, Inc.

- (e) Attached is a plat showing the location of the proposed pro-
ration unit.

Respectfully submitted,

FAMARISS PETROLEUM CORPORATION



Paul S. Johnston
Vice-President

PSJ/bp

Enclosure

Case 817 +

FAMARISS PETROLEUM CORPORATION

HOBBS, NEW MEXICO

WALTER FAMARISS, JR., PRESIDENT
PAUL S. JOHNSTON, VICE PRESIDENT

P. O. BOX 2497
TELEPHONE 3-2148

December 22, 1954

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention of Mr. W. B. Macey

- Re: A. Application for non-standard gas proration unit for the Famariss Petroleum Corporation Hill #1 well. The non-standard unit to be comprised of Lots 2, 7, and 10, of Section 4, T21S, R37E, N.M.P.M., Lea County, New Mexico.
- B. Application for recognition by the Commission of the above proposed non-standard unit as being a properly and legally communitized lease.

Gentlemen:

By this letter of application, the Famariss Petroleum Corporation wishes to state the following:

1. Reference is made to our application for nonstandard unit, dated October 13, 1954, which is on file with the Commission. The above application should be made a part hereto and a copy of such is attached.
2. Famariss Petroleum Corporation, et al, is the holder of the oil and gas lease covering Lot #10 on which lot the said Hill #1 well is located.
3. Effective December 13, 1954, the Monterey Oil Company assigned their 7/8 lease covering Lots 2, 7, to Famariss Petroleum Corporation, et al. A copy of this assignment is attached.

December 22, 1954

4. Prior to December 1, 1954, Lots 2 and 7 were held under lease by the Fullerton Oil Company of Pasadena, California. Effective December 1, 1954, Monterey Oil Company of Los Angeles, California purchased the lease covering Lots 2 and 7.
5. Since the time of the application; No. 1 above, it has come to our attention that the lease held by the Fullerton Oil Company (now Monterey Oil Company) did not have a "pooling clause" as to gas production and the production of fluid incidental to the production of gas.

As operator of this proposed gas unit, we have assumed the responsibility of obtaining approval from the various lease-hold interests to pool all of the acreage in the proposed gas unit for the purpose of producing gas and incidental fluids from the well located in Lot #10 of the application.

We have been successful in obtaining this agreement from the various interests with the following exceptions:

- | | <u>Royalty</u> |
|--|------------------------|
| A. M. F. Taylor and wife
Box 573
Amarillo, Texas | 1/4 of 1/8 of 8/8ths |
| B. R. B. Glen and wife
1220 Milam
Amarillo, Texas | 1/4 of 1/8 of 8/8ths |
| C. L. H. Puckett and wife
2700 B Westhaven Circle
Amarillo, Texas
(Office - Amarillo Building) | 1 / 8 of 1/8 of 8/8ths |
| D. At present, we do not have the signature of Mrs. C. H. Kyte; however, it is expected shortly. She was not available when we contacted Mr. C. H. Kyte. | |

New Mexico Oil Conservation Commission
Page 3
December 22, 1954

All others in the total lease hold interests have expressed their desire to communitize. A copy of the signatures of those desiring to communitize the proposed gas unit is attached.

At Present:

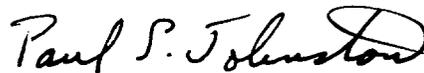
For Pooling for Gas Production
59/64

Against Pooling for Gas Production
5/64

6. In view of the various supporting documents; in the interest of conservation; and in line with sound production practices, we respectfully request the following:
 - A. That the non-standard gas proration unit be approved.
 - B. That the Commission recognize the proposed unit as being a properly and legally communitized lease.
 - C. That the application come before the Commission for action at the January, 1955 hearing.

Very truly yours,

FAMARISS PETROLEUM CORPORATION



Paul S. Johnston
Vice-President

PSJ/b

Enc.