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GEO. L. VERITY ATTORNEY AT LAW 152 PETROLEUM CENTER BUILDING RMINGTON, NEW MEXICO 1931 I W 81 ĿΜ TELEPHONE DAVIS 5-0203

April 28, 1961

New Mexico Oil Conservation Commission P 0 Box 871 Santa Fe, New Mexico

Gentlemen:

re: My file 1320-L Applications of Southwest Production Company for nonstandard gas proration units.

These applications may be heard before the Trial Examiner.

Enclosed herewith are the original and two copies of two separate applications for non-standard gas proration units in the Basin-Dakota Gas Pool of San Juan County.

GLV:mts Encs.

Very truly yours

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BEFORE THE OIL CONSERVATION COMMISSION

OF THE STATE OF NEW MEXICO

IN THE MATTER OF -

THE APPLICATION OF SOUTHWEST PRODUCTION) COMPANY, a co-partnership, consisting of JOHN H. HILL and JOSEPH P. DRISCOLL, FOR) A <u>NON-STANDARD GAS PRORATION UNIT IN THE</u> <u>BASIN-DAKOTA GAS POOL</u> OF SAN JUAN COUNTY,) NEW MEXICO, CONSISTING OF ALL OF THE EAST HALF (E_2) OF SECTION 7, TOWNSHIP 30) NORTH, RANGE 11 WEST, N.M.P.M., EXCEPT 20 ACRES IN THE SOUTH HALF OF THE SOUTH-) WEST QUARTER OF THE SOUTHEAST QUARTER (S_2^1 SW $_4^1$ SE $_4^1$))

Case No. 2288

for new 1

<u>A P P L I C A T I O N</u>

)

Comes now the applicant, SOUTHWEST PRODUCTION COMPANY, a co-partnership consisting of John H. Hill and Joseph P. Driscoll, and alleges and states:

1. That applicant is the owner of oil and gas leases covering all of the $E_{\overline{z}}^{1}$ of the above described Section 7, excepting a 20 acre tract in the $S_{\overline{z}}^{1}SW_{\overline{z}}^{1}SE_{\overline{z}}^{1}$.

2. That all of the $E_{\overline{z}}^{1}$ of the above described Section 7 lies within the Basin-Dakota Gas Pool of San Juan County, New Mexico, and that the captioned lands are all underlain by the Dakota formation, and are reasonably expected to produce gas therefrom.

3. That applicant desires to drill a well at a standard location in the E_{z}^{1} of said Section 7 and complete the same as a commercial producer in the Dakota formation.

4. That the 20 acre tract specifically described in Paragraph 1 hereof and and lying within the E_2^1 of the above

described Section 7 is owned by Harold Marion Brimhall and wife, Maleta Y. Brimhall, whose address is 6545 North First Place, Phoenix, Ariz. That applicant has made every reasonable effort to obtain a lease from said individuals or to obtain their joinder in the above described well, and said owners have consistently refused to make any reasonable agreement concerning the drilling and completion of such well. That the above described $E_{\overline{2}}^{1}$ of Section 7, excluding the 20 acres owned by Harold Marion Brimhall and wife, Maleta Y. Brimhall, as set out above, contains 300 acres, and that applicant is entitled to an Order of this Commission establishing a non-standard proration unit for production from the Dakota formation from the above described well consisting of 300 acres and being the lands described in the caption hereof. That applicant is further entitled to said Order providing that it be granted a 300 acreage factor in setting the allowable for such nonstandard proration unit.

5. That the names and addresses of all interested parties in this application, so far as known to the applicant, are set out on Exhibit "A" attached hereto and made a part hereof.

WHEREFORE, applicant prays that this matter be set down for a hearing before either Trial Examiner or the Commission. That due notice thereof be given in accord with the laws of the State of New Mexico and the Rules of this Commission, and that upon hearing thereof, from the evidence to be adduced, this Commission enter its Order establishing a non-standard gas proration unit for the lands described in the caption hereof and granting a 300 acreage factor for the allowable for said non-standard unit, and making such further Order as the parties may be entitled to receive regarding the subject hereof.

SOUTHWEST PRODUCTION COMPANY, a co-partnership, consisting of John H. Hill and Joseph P. Driscoll,

By Geo. L. Verity, Its Attorney 152 Petroleum Center Building Farmington, New Mexico

EXHIBIT "A"

Harold Marion Brimhall and Maleta Y. Brimhall, his wife, 6545 North First Place Phoenix, Arizona Mrs. Barbara Burnham (Mrs. LaVor Burnham)

Farmington Highway Azfec, New Mexico

+ (* *

BEFORE THE OIL CONSERVATION COMMISSION

OF THE STATE OF NEW MEXICO

) IN THE MATTER OF -) THE APPLICATION OF SOUTHWEST PRODUCTION COMPANY, a co-partnership, consisting of JOHN H. HILL and JOSEPH P. DRISCOLL, FOR A NON-STANDARD GAS PRORATION UNIT IN THE) BASIN-DAKOTA GAS POOL OF SAN JUAN COUNTY,) NEW MEXICO, CONSISTING OF ALL OF THE WEST HALF (W2) of SECTION 7, TOWNSHIP 30 NORTH, RANGE 11 WEST, N.M.F.M., EXCEPT 3.39 ACRES DESCRIBED AS FOLLOWS: Case No. 998)) BEGINNING at a point where the South) line of Highway 550 intersects the East line of the NE⁺₂SW⁺₂ of Section 7, T-30-N, R-11-W, N.M.P.M.,) THENCE South 392 feet, more or less, to the North side of the public road) (old Farmington-Aztec Highway);) THENCE Westerly along the North side of said road 787 feet; THENCE North 520 feet, more or less, to) the South line of said Highway 550; THENCE Easterly along the South line of said Highway 652 feet, more or less, to the point of beginning,)) EXCEPTING therefrom the following tract:) BEGINNING at a point where the North line of the public road (old Farmington-) Aztec Highway) crosses the East line of said NEŁŚWŁ;) THENCE running North on said line 150 feet; THENCE in a Southwesterly direction) parallel with said public road 450) feet; THENCE South 150 feet to the North side of said public road;) THENCE Northeasterly along the North) side of said public road to the point) of beginning.

<u>A P P L I C A T I C N</u>

Comes now the applicant, SOUTHWEST PRODUCTION COMPANY, a co-partnership consisting of John H. Hill and Joseph P. Driscoll, and alleges and states:

1. That applicant is the owner of oil and gas leases

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covering all of the W_2^1 of the above described Section 7, excepting the 3.39 acre tract specifically described in the caption hereof.

2. That all of the \mathbb{W}_{Z}^{1} of the above described Section 7 lies within the Basin-Dakota Gas Pool of San Juan County, New Mexico, and that the captioned lands are all underlain by the Dakota formation, and are reasonably expected to produce gas therefrom.

3. That applicant has drilled a well at a standard location in the W_2^1 of said Section 7 and completed the same as a commercial producer in the Dakota formation.

That the 3.39 acre tract specifically described in 4. the caption hereof and lying within the W_2^1 of the above described Section 7 is owned by Harold Marion Brimhall and wife, Maleta Y. Brimhall, whose address is [313] with Mindi Picture, Mir niv - reight. That applicant has made every reasonable effort to obtain a lease from said individuals or to obtain their joinder in the above described well, and said owners have consistently refused to make any reasonable agreement concerning the drilling and completion of such well. That the above described W2 of Section 7, excluding the 3.39 acres owned by Harold Marion Brimhall and wife, Maleta Y. Brimhall, as set out above, contains 327.01 acres, and that applicant is entitled to an Order of this Commission establishing a nonstandard proration unit for production from the Dakota formation from the above described well consisting of 327.01 acres and being the lands described in the caption hereof. That applicant is further entitled to said Order providing that it be granted a 327.01 acreage factor in setting the allowable for such non-standard proration unit.

5. That the names and addresses of all interested parties

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in this application, so far as known to the applicant, are set out on Exhibit "A" attached hereto and made a part hereof.

WHEREFORE, applicant prays that this matter be set down for a hearing before either Trial Examiner or the Commission. That due notice thereof be given in accord with the laws of the State of New Mexico and the Rules of this Commission, and that upon hearing thereof, from the evidence to be adduced, this Commission enter its Order establishing a non-standard gas proration unit for the lands described in the caption hereof and granting a 327.01 acreage factor for the allowable for said non-standard unit, and making such further Order as the parties may be entitled to receive regarding the subject hereof.

> SOUTHWEST PRODUCTION COMPANY, a co-partnership, consisting of John H. Hill and Joseph P. Driscoll,

By Geo. L. Verity

Its Attorney 152 Petroleum Center Building Farmington, New Mexico

EXHIBIT "A"

Harold Marion Brimhall and Maleta Y. Brimhall, his wife, 6545 North First Place Phoenix, Arizona Mrs. Barbara Burnham (Mrs. LaVor Burnham)

Farmington Highway Aztec, New Mexico