

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

October 1, 1954

Schermerhorn Oil Corporation
Box 1537
HOBBS, N M

Attention: Mr. J. H. Moore, Geologist

Gentlemen:

RE: Administrative Order NSP-7

Reference is made to your application received September 1, 1954, for approval of a 320-acre non-standard gas proration unit covering the S/2 of Section 21, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico, said unit to be ascribed to your proposed Huston Unit Well No. 1, NE/4 SW/4 of said Section 21.

By authority granted me under provisions of Rule 5, Section (b)-6 of the Special Rules and Regulations for the Eumont Gas Pool as set forth in Order R-520, you are hereby authorized to operate the above-described acreage as a non-standard gas proration unit, with allowable to be assigned thereto in accordance with pool rules.

Under terms of Rule 3 of the Eumont Pool rules, you are further authorized to drill your proposed well at a point 1830 feet from the west line and 1650 feet from the south line of Section 21, Township 19 South, Range 37 East, this deviation from normal spacing requirements necessitated by topographical difficulties.

Very truly yours,

W. B. Macey, Secretary-Director

WBM:nr

cc: Oil Conservation Commission
Hobbs

N. M. Oil & Gas Eng. Committee
Hobbs

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