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## OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

January 10, 1955

Gulf Oil Operation P. O. Drawer 1290 Fort Worth 1, Texas

Attention: Mr. G. H. Fisher

Gentlemen:

Reference is made to your application for approval of a 480-acre non-standard gas proration unit in the Eumont Gas Pool consisting of the S/2 and NE/4 of Section 22, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico. This acreage was to have been assigned to your Harry Leonard "A" Well No. 3, located 660' from the North line and 1980' from the East line of Section 22.

Order R-520, Rule 5 (a) paragraph 3, clearly limits, as to the well location, the number of acres that can be assigned a non-standard gas proration unit. This office is unable to grant approval of a non-standard gas proration unit for the above mentioned well of over 160 acres because of the said well's location to its North and West boundaries.

If you have any information which we have not considered or if ' you should desire a hearing on this matter, please notify the Commission at your earliest convenience.

Very truly yours,

W. B. Macey Secretary - Director

WBM:jh

cc: Oil Conservation Commission, Hobbs

N. M. Oil & Gas Engineering Committee, Hobbs