NSP - 55 DC - 174 Due - 1/12/55 Due - 12/23/54Rec - 12/13/54

Please process this at your earliest convenience, we are in receipt of waivers to this application from the following offset operators:

PHILLIPS PETROLEUM COMPANY Shell Oil Company

BARTLESVILLE, OKLAHOMA

Gulf Cil Corporation
The Texas Company Continental Cil Co.

PRODUCTION DEPARTMENT L. E. FITZJARRALD MANAGER

December 10, 1954

- J. M. HOUCHIN
 GENERAL SUPERINTENDENT
- J. TARNER
 TECHNICAL ADVISER TO MGR.
- CHIEF ENGINEER

In re:

Application of Phillips Petroleum Company for Approval of a Non-Standard Gas Proration Unit and Dual Completion of its Land Office Well No. 1, Lea County, New Mexico

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

Attention of Mr. W. B. Macey, Secretary-Director

Gentlemen:

Phillips Petroleum Company hereby makes application to the New Mexico Oil Conservation Commission for approval to dually complete its Land Office Well No. 1, Monument Field, Lea County, New Mexico, between the Grayburg oil zone and the Eumont (Penrose) gas zone.

In addition, we kindly request approval to form a non-standard gas proration unit attributable to this well which will cover the entire lease, being forty (40) acres described as the NE/4 SW/4 of Section 19, Township 19 South, Range 36 East, Lea County, New Mexico. Our Land Office Well No. 1 is located in the center of the NE/4 SW/4 of Section 19.

Enclosed are executed waivers from all of the interested offset operators waiving objection to the formation of this non-standard gas proration unit in compliance with Rule 5 of Commission Order No. R-520. These waivers also contain the consent of each offset operator to the dual completion of this well as required by Commission Rule 112-A setting forth the procedure governing the dual completion of wells. Also enclosed are three copies of a diagrammatic sketch of the proposed dual completion and a plat showing the location of our Land Office lease.

Copy of dual completion diagrammatic sketch for this well is attached to your copy of DC - 173, Phillips M. C. Woolworth #4.