

Copy OCC - ~~Holler~~
3/21/56

MAIN OFFICE OCC
THE TEXAS COMPANY
TEXACO PETROLEUM PRODUCTS

NSP-255
Due 4/25/56
P. O. BOX 1720
FORT WORTH 1, TEXAS

PRODUCING DEPARTMENT
WEST TEXAS DIVISION

1956 MAR 26 AM 9:04



March 21, 1956

*Community
approved 3-16-56*

APPLICATION FOR 240-ACRE NON-STANDARD
GAS PRORATION UNIT COMPRISING E/2^{SW} SW/4
AND SE/4 SECTION 18, T-19S, R-37E, EUMONT
GAS POOL, LEA COUNTY, NEW MEXICO

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

*Community
of State &
Federal
Acreage*

Gentlemen:

The Texas Company hereby makes application for approval of a non-standard gas proration unit comprising the E/2 of the SW/4 and the SE/4 of Section 18, T-19-S, R-37-E, Lea County, New Mexico, and in support thereof states the following facts:

1. The Texas Company is owner and operator of an oil and gas lease known as its Saunders-State "K" Unit. Said unit is comprised of two leases described as follows:
 - a. C. J. Saunders (Federal) Lease - E/2 of SW/4 & W/2 of SE/4 Sec. 18, T-19S, R-37E
 - b. State "K" Lease - E/2 of SE/4, Sec. 18, T-19S, R-37E

Formation of the above outlined 240 acre unit has been duly authorized by the royalty interest owners of the two leases involved.

2. The Texas Company's Saunders-State "K" Unit Well No. 1 located 1980' from the east line and 760' from the south line of Section 18, T-19S, R-37E, Lea County, New Mexico, will be completed within the vertical limits of the Eumont Gas Pool which include the Yates, Seven Rivers, and Queen formations.
3. The proposed non-standard gas proration unit will meet the requirements of Rule 5(b) of the Oil Conservation Commission Order No. R-520 as follows:

- a. Contiguous quarter-quarter sections will comprise the unit.
- b. The proposed unit lies wholly within a single governmental section.
- c. All acreage within the proposed unit may reasonably be presumed productive of gas.
- d. The length or width of the proposed unit does not exceed 5,280 feet.
- e. By copy of this letter of application all operators owning interests in the section in which the proposed unit is located and all operators within 1500 feet of the proposed unit well are notified by registered mail of the intent of The Texas Company to form the proposed non-standard gas proration unit.

Therefore, in view of the facts herein stated and in compliance with the provisions of Rule 5(b) of the Oil Conservation Commission's Order No. R-520, The Texas Company requests that the Secretary of the Commission approve the above described non-standard gas proration unit.

Respectfully submitted,

THE TEXAS COMPANY



H. N. Wade
Petroleum Engineer

HNW-MFT

cc-Amerada Pet. Corp.
Box 2040
Tulsa, Oklahoma
Att: R. S. Christie

Gulf Oil Corp.
Box 2167
Hobbs, New Mexico

STATE OF TEXAS }
COUNTY OF TARRANT }

Before me, the undersigned authority, on this the 21st day of March, personally appeared H. N. Wade, known to me to be the person whose name is subscribed to this instrument, who after being by me dually sworn on oath, states that he has knowledge of all the facts stated above and that the same is a true and correct statement of the facts therein recited.

H. N. Wade
H. N. Wade

Subscribed and sworn to before me on this 21st day of March, 1956.

Anna Matthews
Notary Public in and for Tarrant
County, Texas

My commission expires 6-1-57.

123456789

**NEW MEXICO
OIL CONSERVATION COMMISSION**

Form C-128

Well Location and/or Gas Proration Plat

Date March 9, 1956

Operator The Texas Company Lease Saunders-State "K" Gas Unit

Well No. 1 Section 18 Township 19-S Range 37-E NMPM

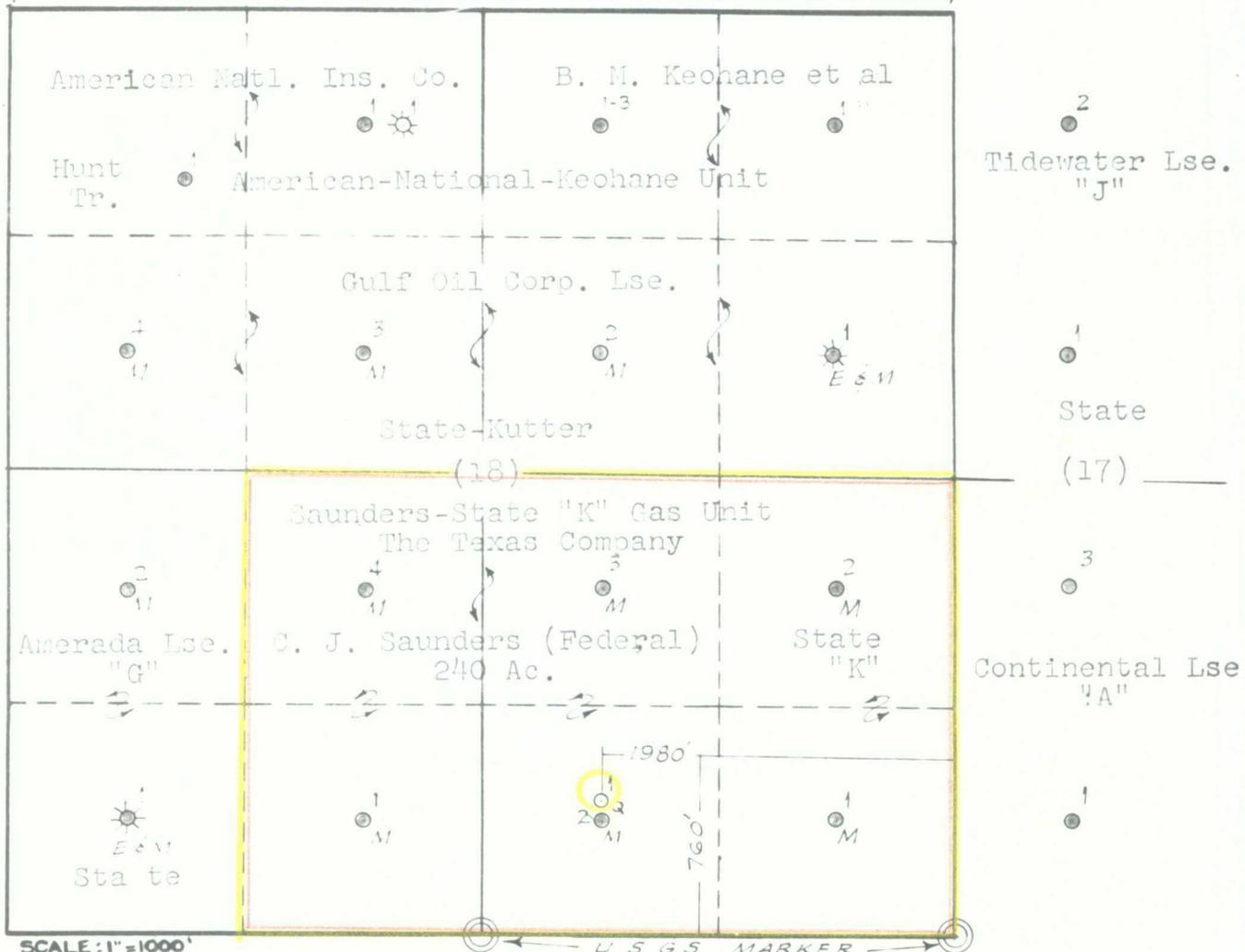
Located 760' Feet From South Line, 1980 Feet From East Line,

Lea County, New Mexico. G. L. Elevation 3700'

Name of Producing Formation Queen Sand Pool Eumont Dedicated Acreage 240

(Note: All distances must be from outer boundaries of Section)

LEGEND:
M-Monument Oil Pool
E-Eumont Gas Pool
Q-Queen Sand Gas



SCALE: 1"=1000'

1. Is this Well a Dual Comp. ? Yes ___ No X .
2. If the answer to Question 1 is yes, are there any other dually completed wells within the dedicated acreage? Yes ___ No ___ .

This is to certify that the above plat was prepared from field notes of actual surveys made by me or under my supervision and that the same are true and correct to the best of my knowledge and belief.

Name J. J. Vetter
Position Division Civil Engineer
Representing The Texas Company
Address Box 1720, Fort Worth, Texas

Date Surveyed 3/9/56
J. J. Vetter
Registered Professional Engineer and/or Land Surveyor

MAIN OFFICE
1955 MAY 29 AM 8:23
THE TEXAS COMPANY
TEXACO PETROLEUM PRODUCTS

PRODUCING DEPARTMENT
WEST TEXAS DIVISION



P. O. BOX 1720
FORT WORTH 1, TEXAS

May 29, 1956

*Photostated
This letter
& affidavit
sent to
family
on 6/4/56
WWM*

THE TEXAS COMPANY'S SAUNDERS-STATE "K"
NON-STANDARD GAS PRORATION UNIT
E/2 SW/4 and SE/4, Section 18, T-19-S,
R-37-E, Eumont Gas Pool, Lea County,
New Mexico

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

Attention: Mr. A. L. Porter

Gentlemen:

We were recently notified by the New Mexico Oil Conservation Commission that the Commission had approved the formation of our 240-acre Saunders-State "K" Non-standard gas proration unit, comprising the E/2 SW/4 and SE/4 of Section 18, T-19-S, R-37-E, Eumont Gas Pool, Lea County, New Mexico. The notification indicated that the Commission's approval was contingent on the receipt of an affidavit showing that all royalty and overriding royalty interest owners in the unit had agreed to its formation.

The attached affidavit is submitted to satisfy this requirement. We trust that this instrument adequately presents the desired information. If further data concerning this unit are required, please advise.

Yours very truly,
H. N. Wade
H. N. Wade
Petroleum Engineer

HNW-MFT

Encl.

A F F I D A V I T

State hand ff
Oppr. 3/16/55
USGS Approved 8/22/55

STATE OF TEXAS |
 |
COUNTY OF TARRANT |

BEFORE ME, a notary public in and for Tarrant County, Texas, on this day personally appeared J. H. Markley, Jr., acting as Attorney-in-Fact for The Texas Company, a corporation of Delaware, who being by me duly sworn, upon oath, says that the below named parties have ratified and consented to that Unitization (Pooling) Agreement dated April 15, 1955, whereby The Texas Company pooled the gas leasehold rights in the

East 1/2 of Southwest 1/4, the West 1/2 of the Southeast 1/4 and the East 1/2 of the Southeast 1/4 of Section 18, Twp. 19 South, Range 37 East, N.M.P.M., Lea County, New Mexico,

for the production of dry gas and liquid hydrocarbons from the Queen Sand formation, and that the below named parties are all the royalty interest owners and overriding royalty interest owners of the leases committed to said unit.

- Woodlan P. Saunders
- Southern Petroleum Exploration, Inc.
- Caldwell J. Saunders
- H. M. Dow
- Stanley W. Crosby
- Mrs. Louise C. Achilles Pontukoff
- Keohane, Inc.
- Ralph Nix
- Toklan Oil Corporation
- L. F. Kinley
- Glenn G. Stiff, Ancillary Administrator with Will Annexed of the Estate of Rudolf Fredrick Olsen, Deceased.
- Etta Vivian Brooks, Executrix of the Estate of Lloyd Garringer, Deceased.
- Sally Saunders Tole
- Elyse Saunders Patterson
- Sue Saunders Graham

FURTHER AFFIANT SAYETH NOT.

APPROVED AS TO
Terms EPML/REB
Form WNS

J. H. Markley, Jr.
J. H. Markley, Jr.

SUBSCRIBED AND SWORN to before me by the said J. H. Markley, Jr., on this 11th day of May, 1956, to certify which, witness my hand and seal of office.

Anna Matthews
Notary Public

ANNA MATTHEWS