

REGISTERED NO. 7140
 Value \$ 40
 Fee \$
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 Airmail
 Postmaster, By
 From Pac. N.W. 405 1/2 W. Main St. San Juan
 To El Paso Nat'l Gas
 El Paso Tex
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 POD Form 3806
 May 1954

NWU-188

PIPELINE CORPORATION

Broadway
 NEW MEXICO
 14, 1956

new n/r/p/s

Mr. A. L. Porter, Jr.
 New Mexico Oil Conservation Commission
 Santa Fe, New Mexico

Dear Mr. Porter:

Pacific Northwest Pipeline Corporation is requesting a non-standard gas proration unit for San Juan Unit 28-4, Well No. 6-11, located 1075' FSL and 925' FEL, Sec. 11, T 28N R 4W, Rio Arriba County, New Mexico.

Well No. 6-11 is a proposed dual completion well. It is located in the Blanco Mesa Verde Pool and the Choza Mesa Pictured Cliffs Pool. All of Section 11, containing 228.68 acres, is dedicated to the drilling block. This non-standard gas proration unit is caused by a variation in the legal subdivision.

Pacific Northwest Pipeline Corporations owns all of the leases on Section 11. Attached is original receipt notifying El Paso Natural Gas Company, the only offset operator.

Respectfully submitted.

T. A. Dugan
 T. A. Dugan
 District Engineer

TAD: ihr
 cc: P.T. McGrath
 Emory Arnold
 L. G. Truby
 Enc. 1

MAIN OFFICE *El Paso Natural Gas Company*
G.C.C.

1956 NOV 23 AM 10:00
El Paso, Texas.

November 23, 1956

Pacific Northwest Pipeline Corp.
405 $\frac{1}{2}$ West Broadway
Farmington, New Mexico

Attention: Mr. T. A. Dugan

Gentlemen:

Reference is hereby made to your letter of November 14, 1956 requesting permission of El Paso Natural Gas Company to the drilling of your San Juan 28-4 well #6-11 in Section 11, Township 28 North, Range 4 West, Rio Arriba County, New Mexico. You advised us that the #6-11 well is proposed to be completed in both the Pictured Cliffs and the Mesaverde formation, and that you intend to dedicate all of Section 11 to the well as a non-standard gas proration unit.

Under the terms of the San Juan 28-4 Agreement, Section 11 is defined as the "drilling block" for any Pictured Cliffs or Mesaverde well drilled in Section 11. It has always been my position that when the Oil Conservation Commission approved the San Juan 28-4 Unit, they also approved all of Section 11 as a drilling tract for any Pictured Cliffs or Mesaverde well to be drilled therein, both insofar as well spacing is concerned, or a proration unit is concerned.

However, if our permission is required to obtain a non-standard gas proration unit for your San Juan 28-4 #6-11 well, such permission is hereby granted.

Under the approved drilling program for the San Juan 28-4 Unit, Pacific Northwest was to drill a Pictured Cliffs well in Section 11, Township 28 North, Range 4 West. According to our information, this well was drilled to the Pictured Cliffs formation and temporarily abandoned. As a working interest owner in the San Juan 28-4 Unit, we have not been advised that you, as Unit Operator, propose to complete this well, and we would appreciate your advising us your intentions concerning this well.

Yours very truly,

EL PASO NATURAL GAS COMPANY

By *R. L. Hamblin*
R. L. Hamblin, Manager
Lease Department

RLM:ms

cc: Oil Conservation Commission O.P.Y.
Mr. R. N. Richey