

# SHELL OIL COMPANY

WESTERN DIVISION  
P. O. BOX 1509  
MIDLAND, TEXAS 79701

August 16, 1966

Re: Application for Non-Standard  
Gas Proration Units, Shell "MQC"  
State No. 1, Section 17, T-16-S  
R-32-E, Mesa-Queen Pool  
Lea County, New Mexico

New Mexico Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attention: Mr. A. L. Porter, Jr.  
Secretary-Director

Gentlemen:

We hereby submit application and request administrative approval under the provisions of Order No. R-2935, Rule 3 of the Special Rules and Regulations for the Mesa-Queen Pool, for the formation of a 40-acre non-standard gas proration unit consisting of the NW/4 of SE/4 of Section 17, T-16-S, R-32-E. This unit is for our "MQC" State well No. 1, located 1980 feet from the south and east lines of Section 17, T-16-S, R-32-E, Lea County, New Mexico.

The proposed 40-acre non-standard gas proration unit is currently assigned to our "MQC" No. 1, an oil well which is to be reclassified as a gas well effective September 1, 1966, under provisions of Rule 5, a well shall be classified as a gas well if it has a gas-liquid ratio of 30,000 or more cubic feet of gas per barrel of liquid hydrocarbons.

In support of our request, we submit that the proposed unit conforms with the requirements of Rule 3 in all respects as follows:

1. Proposed non-standard gas proration unit consists of a governmental quarter-quarter section.
2. Proposed non-standard gas proration unit lies wholly within a single governmental quarter section.

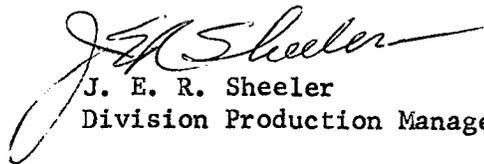
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NSP - 763  
issue 9-19-66*

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3. Copies of this application are being sent by certified mail to all offset operators.

Yours very truly,

  
J. E. R. Sheeler  
Division Production Manager

DTS:CW

cc: New Mexico Oil Conservation Commission  
Hobbs, New Mexico

Copies sent by Certified Mail to:

Cactus Drilling Corporation  
P. O. Box 2068  
Hobbs, New Mexico 88240

Sinclair Oil Company  
P. O. Box 1470  
Midland, Texas 79701