

Oil Reports and Gas Services, Inc.

P. O. BOX 763
HOBBS, NEW MEXICO 88240

August 17, 1979

NSP-1149
Rule 46 R5353
9-19-79

PHONE NUMBERS
393-2727 - 393-2017

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

Gentlemen:

NW/4 NE/4 Double Queen Associated Pool

Application is hereby made on behalf of C. H. Juni for administrative approval of a 40-acre non-standard unit and unorthodox well location, for the State No. 2, located 660 feet from the North line and 1650 feet from the East line of Section 1, Township 15 South, Range 29 East, Chaves County, New Mexico.

Subject well was originally drilled as an oil well by Corinne Grace and has been shut in since January 1972. A potential test run by Phillips Petroleum Company established a flow rate of 139 MCF gas per day with no oil or water thru a 24/64" choke.

Attached is a plat showing the acreage involved and the offset operators. All offset operators have been furnished a copy of this application and plat by certified mail.

Yours very truly,

OIL REPORTS & GAS SERVICES, INC.

Donna Holler

(Mrs.) Donna Holler

DH/kd

cc: Burk Royalty Company
800 Oil & Gas Building
Wichita Falls, Texas 76301

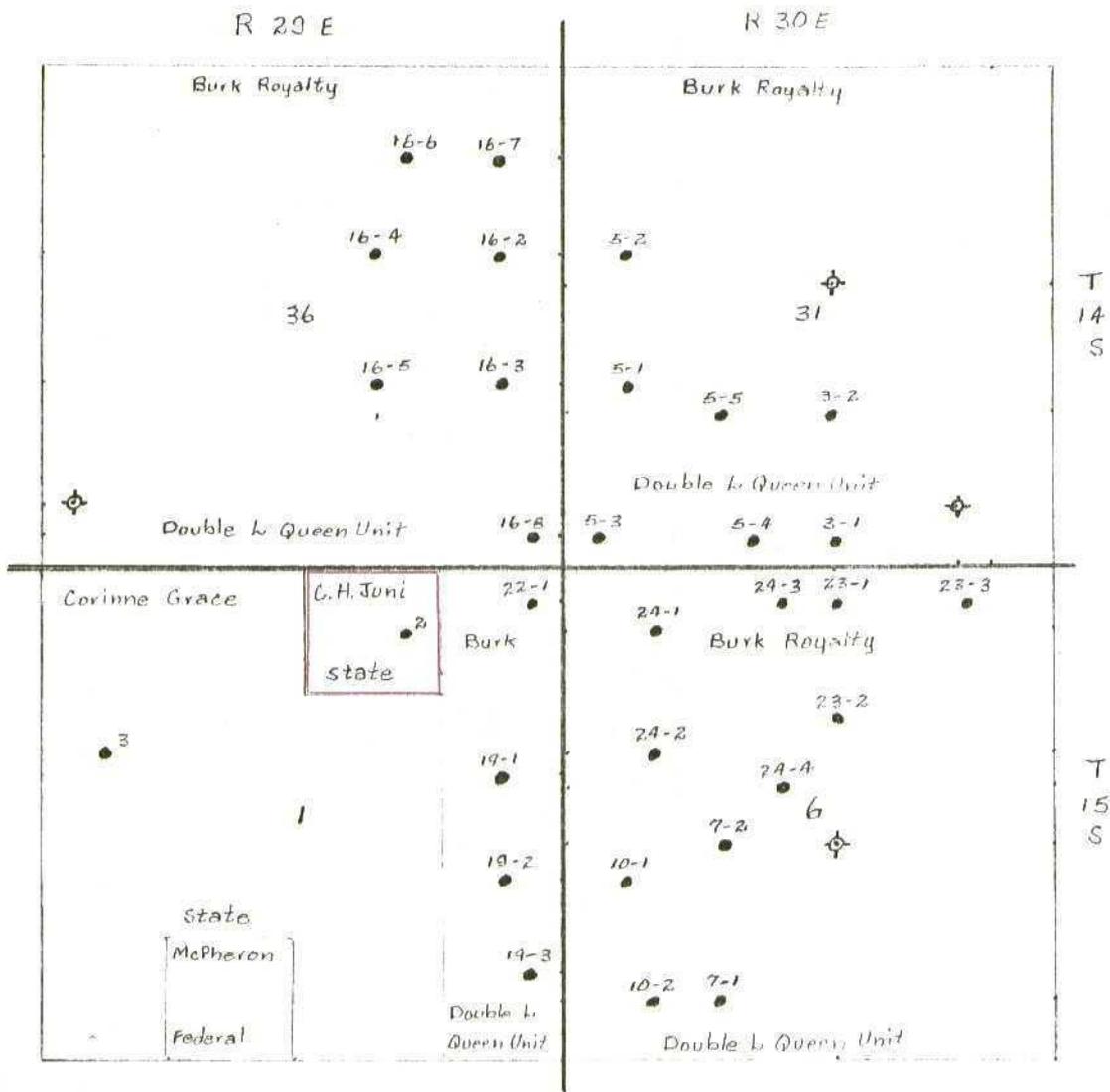
C. H. Juni
1500 Douglas
Midland, Texas 79703

Corinne Grace
P. O. Box 1801
Carlsbad, New Mexico 88220

Oil Conservation Division
Drawer DD
Artesia, New Mexico 88210

RECEIVED
AUG 20 1979

Oil Conservation



C. H. Juni
 State No. 2
 Proposed 40-acre unit
 NW/4 NE/4 Sec. 1, T15S, R30E
 Chaves County, New Mexico

Scale: 1" = 2,000'

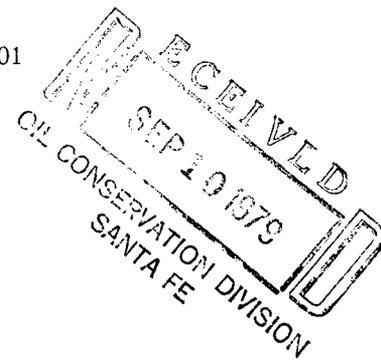
D. A. KIMBELL, *President*
JON H. BEAR, *Vice President*
FRED C. MUTTERA, *V.P. - Treasurer*

TOM DARLING, *Senior V. P.*
A. L. AYER, JR., *Secretary*

Burk Royalty Co.

800 OIL & GAS BUILDING
WICHITA FALLS, TEXAS 76301

September 6, 1979



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

Gentlemen:

We are in receipt of a letter dated August 17, 1979 from Mrs. Donna Holler with Oil Reports & Gas Services, Inc. on behalf of C. H. Juni with regard to a 40 acre non-standard unit and unorthodox well location located as follows: 660 feet from the North line and 1650' from the East line of Section 1, T15S, R29E, Chaves County, New Mexico. Burk Royalty Co. as operator of the Double "L" Queen Waterflood Unit feels that it is our duty as the proper operator to state that if this well is completed as a gas well as indicated, there would be no objection to an unorthodox location. However, if this well should start to produce oil it would indicate to us that the well is in the same reservoir as the Double "L" Queen Unit and we would therefore have to strenuously object to the continued production of the well without it being included in the Unit.

Very truly yours,

BURK ROYALTY CO.

Jon H. Bear

JHB/ks

cc: *Oil Conservation Division*
P. O. Drawer DD
Artesia, New Mexico 88210

Working Interest Owners
Double "L" Queen Unit
Chaves County, New Mexico