

proposed unit conforms with the requirements of said Rule 5

(b) in all aspects as follows:

1. Said unit consists of contiguous quarter-quarter sections (and/or lots).
2. Said unit lies wholly within a single governmental section.
3. The entire proposed unit may be reasonably presumed to be productive of gas.
4. The length or width of said unit does not exceed 5,280 feet.
5. Copies of this application have been furnished this date by registered mail to all offset operators and all operators within 1,500 feet of said well, as required by the provision of said Rule 5 (b) and said rule No. 112-A.

A plat is attached hereto showing to the best of our knowledge and belief the proposed unit, the location of the No. 3 well and other wells on the lease, offset wells and ownership thereof.

The granting of this application is in the interest of preventing waste and the protection of correlative rights.

In view of the facts set out herein it is respectfully requested that the Commission enter an order approving the proposed dual completion and non-standard unit both as described above.


R. L. Adams
Division Superintendent
of Production
New Mexico Division

RLA-BC

Copies to:

Phillips Petroleum Corporation
Hobbs, New Mexico

Skelly Oil Company
Hobbs, New Mexico

Atlantic Refining Company
Box 871
Midland, Texas

Sinclair Oil and Gas Company
Box 1470
Hobbs, New Mexico

Pan American Petroleum Corp.
P. O. Box 899
Roswell, New Mexico