FORM 470 1-38

STANOLIND OIL AND GAS COMPANY

Post Office Box 68 Hobbs, New Mexico

December 21, 1955

File: RLH-2054-400.1

Subject: NSP-207 - State "I" No. 2

A-1573-5

N2 NWY

Mr. W. B. Macey Secretary - Director New Mexico Oil Conservation Commission Santa Fe, New Mexico

Dear Sir:

Reference is made to your Administrative Order NSP-207 dated November 30, 1955, authorizing a 120-acre non-standard gas proration unit for our State "I" Well No. 2, consisting of N/2 NW/4 and SW/4 NW/4 Section 22, T-21-S, R-36-E, N.M.P.M. B - 3/14 - 4 J"

We desire that the above order be cancelled due to difficulties encountered in communitizing our State "I" and State "J" Leases. A new application will be filed when arrangements have been completed for communitization or when a market for gas is obtained.

Yours very truly,

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Ralph L. Hendrickson Field Superintendent

cc: Mr. E. S. Walker Commissioner of Public Lands Santa Fe, New Mexico

> New Mexico Oil Conservation Commission P. O. Box 2045 Hobbs, New Mexico

OIL CONSERVATION COMMISSION P. O. BOX 871

SANTA FE, NEW MEXICO

November 30, 1955

Stanolind Oil & Gas Co. P. O. Box 68 Hobbs, New Mexico

Attention: Mr. Ralph L. Hendrickson

Administrative Order NSP-207

Gentlemen:

Reference is made to your application for approval of a 120-acre non-standard gas proration unit in the Eumont Gas Pool consisting of the following acreage:

Township 21 South, Range 36 East NMPM N/2 NW/4 & SW/4 NW/4 of Section 22

It is understood that this unit is to be ascribed to your State "I" Well No. 2, located 660 feet from the North line and 1980 feet from the West line and in NE/4 NW/4 of Section 22, Township 21 South, Range 36 East, NMPM, Les County, New Mexico.

By authority granted me under provisions of Rule 5(b), Section 6 of the Special Rules and Regulations for the Eumont Gas Pool, as set forth in Order R-520, you are hereby authorized to operate the above described acreage as a non-standard gas proration unit, with allowable to be assigned thereto in accordance with pool rules, based upon the unit size of 120 acres.

Very truly yours,

W. B. MACEY Secretary-Director

WBM:nc

cc: OCC Dist. Office - Hobbs
N. M. Oil & Gas Engineering Committee - Hobbs
N. M. State Land Office

Nevember 30, 1955

Stanolind 011 & Gas Company P. O. Box 68 Hobbs, New Maxico

Attention: Mr. Ralph L. Hendrickson

In Re: Oil Conservation Commission Administrative Order NSP-207

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Gentlemen

On the 30th day of November, 1955, the Oil Conservation Commission approved the above order for your State "I" Well, No. 2 located in the NE/4 NW/4 of Section 22, Township 21 South, Range 36 East in the Eumont Gas Pool.

In view of the above order, it will be necessary for you to submit an application to communitize the following State acreage consisting of your State "I" lease #A-1573-5 and your State "J" lease "B-3114-M, which is included in the above order, and which must be submitted to the Commissioner of Public Lands for approval within 60 days.

Your cooperation in this regard will be appreciated.

Very truly yours.

E. S. WALKER Commissioner of Public Lands

ESW: No

co: Oil Conservation Commission - Hobbs

OIL CONSERVATION COMMISSION

BOX 2045

HOBBS, NEW MEXICO

DATE November 3, 1955

Due 11/30/05

MR. W. B. MACEY OIL CONSERVATION COMMISSION BOX 871 SANTA FE, NEW MEXICO

RE: 207 PROPOSED NSP 207

PROPOSED NSL

Dear Mr. Macey:

MAIN OFFICE OCC CTROY - 7 M 9:05

I have examined the application dated _____10-27

for the ______ Stanolind Oil and Gas Co. State I #2 22-21-36

Operator Lease and Well No. S-T-R

and my recommendations are as follows:

OK-CR

OK-RFM

Yours very truly,

OIL CONSERVATION COMMISSION

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LIND OIL AND GAS COMPANY NSP - 207 du 11/30/15

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FORM 470 1-38 -ACCI

October 27, 1955

File: RLH-992-400.1

Subject: Application for Exception to Rule 5 (a), Order No. R-520, Stanolind Oil and Gas Company State "I" Well No. 2, Eumont Field

Mr. W. B. Macey (3) New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe. New Mexico

Dear Sir:

Under the provisions of Commission Order No. R-520, Rule 5 (b). Special Rules and Regulations for the Eumont Gas Pool, delegating the Secretary of the Commission authority to grant exceptions to the requirements of Hule No. 5 (a) without notice and hearing for an unorthodox location and non-standard gas proration unit, Stanolind Oil and Gas Company hereby applies for an exception to the aforementioned rule for State "I" Well No. 2, Eumont Field, recompleted as a dual oil-gas well under New Mexico Oil Conservation Commission Order DC-208.

In support of the above application, the following data are furnished:

- This application is submitted in triplicate. 1.
- The proposed non-standard gas proration unit of 120 2. contiguous acres consists of the N/2 of the NW/4 and SW/4 of the NW/4 Section 22, T-21-S, R-36-E.
- 3. Exact location and name of well involved:

State "I" Well No. 2 located 660' from the North line and 1980' from the West line of Section 22. T-21-S, R-36-E, NMPM, Lea County, New Mexico.

- 4. The proposed non-standard gas proration unit lies wholly within a single governmental section.
- 5. The entire proposed non-standard gas proration unit may reasonably be presumed to be productive of gas.
- 6. The length or width of the proposed non-standard gas proration unit does not exceed 5280'.

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- 7. The entire proposed non-standard gas proration unit lies within the horizontal limits of the Eumont Gas Pool.
- 8. By copy of this letter of application, all operators owning interest in the section in which the non-standard gas proration unit is situated and which acreage is not included in said non-standard gas proration unit and all operators owning interest within 1500' of the well have been notified by registered mail of this application, as shown on attached mailing list.

A plat showing acreage to be dedicated, well location and offset ownership is attached. Administrative Order NSP-187 authorized an 80 acre non-standard gas proration unit in the Eumont Gas Pool consisting of the following acreage: N/2 of the NW/4 of Section 22, T-21-S, R-36-E. At present, negotiations are under way for unitization of NW/4 of Section 22 to form a 160 acre proration unit. When completed, application will be made for such unit in the prescribed manner.

Yours very truly, apple Lenduckson Ralph L. Hendrickson

Ralph L. /Hendrickson Field Superintendent

State of New Mexico

County of Lea

On this <u>27th</u> day of <u>October</u>, 1955, before me personally appeared Ralph L. Hendrickson, to me known to be the person who executed the foregoing letter and states that the foregoing statements are true to the best of his knowledge and belief.

IN WITNESS hereof, I have hereunto set my hand and affixed my seal on this the day and year first above written.

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Notary Public for the State of New Mexico, County of Lea

My Commission Expires: 8-8-56

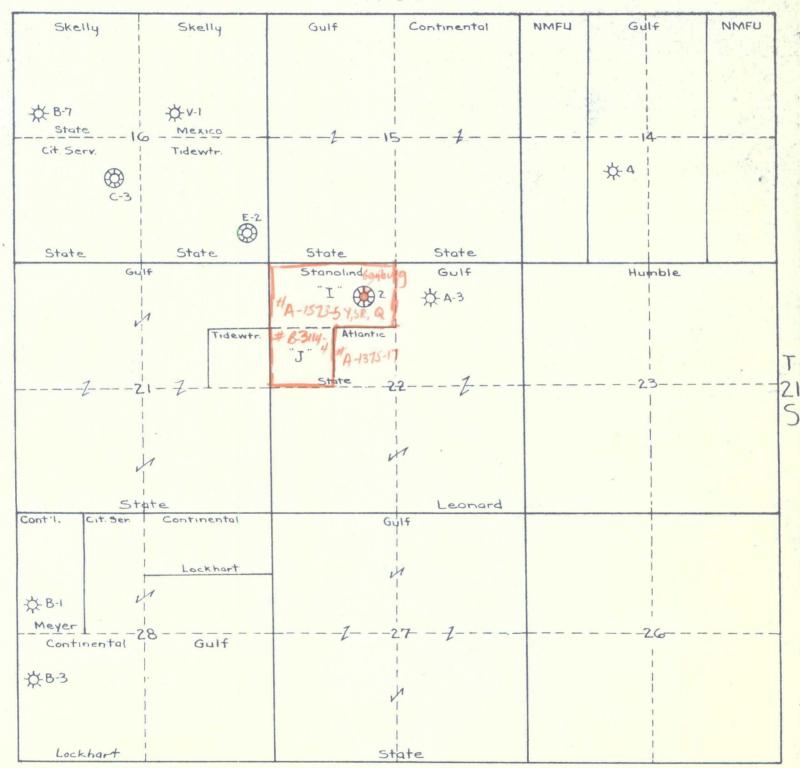
MAILING LIST

Gulf Oil Corporation P. O. Box 2167 Hobbs, New Mexico Continental Oil Company P. O. Box 427 Hobbs, New Mexico

New Mexico Oil Conservation Commission P. O. Box 2045 Hobbs, New Mexico

The Atlantic Refining Company P. O. Box 871 Midland, Texas

Tidewater Associated Oil Company c/o J. B. Holloway P. O. Box 1404 Houston, Texas R-36-E



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