MAIN OFFICE OCC 1956 MAR 8 PM 1:28 115P-252 du 4/1/13

### BEFORE THE OIL CONSERVATION COMMISSION OF

#### THE STATE OF NEW MEXICO

IN THE MATTER OF APPLICATION OF THREE STATES NATURAL GAS COMPANY FOR APPROVAL OF A NON-STANDARD PRORATION UNIT CONSISTING OF 160 CONTIGUOUS ACRES IN THE JALMAT GAS POOL IN LEA COUNTY, NEW MEXICO

CASE	NO.	
	-	

Comes now Applicant, THREE STATES NATURAL GAS COMPANY, by its Attorney and states:

- 1. It is the owner and operator of the Gulf-Lillie \*\*\* #2 well located 1980 feet South of the North line and 660 feet East of the West line of Section 23, Township 24 South, Range 37 East, Lea County, New Mexico.
- 2. Its Gulf-Lillie Knight #2 well was completed as an oil well in December, 1941, at a total depth of 3517 feet with 7" casing set at 3344 feet with 150 sacks of cement and has been recompleted within the vertical limits of the Jalmat Gas Pool at P.B.T.D. of 3180 feet. Casing was perforated from 3157 to 3165 feet with forty-eight (48) shots, and shot 3158 to 3166 feet with twenty (20) quarts of nitroglycerin. Tests taken January 12 and 13, 1956, estimate an open flow potential of 1,530 MCF per day.
- 3. Its Gulf-Lillie Keight #2 well is situated upon fee lands and Three States Natural Gas Company is the sole owner of the operating rights down to and including the depth from which this well is produced.
- 4. Its Gulf-Lillie Knight lease is within the Jalmat Gas Pool and the entire tract of 160 acres is capable of production.
- 5. A plat of the above described land, the location of the subject well and all offset properties indicating well locations and lease ownership to the best of our knowledge is hereby attached and marked Exhibit "A."

WHEREFORE, Applicant requests, in the interest of conservation and protection of correlative rights, the Secretary of the Commission pursuant to the authority vested in him by Rule No. 5(b) of Commission Order R-520 grant administrative approval of the following non-standard proration unit without notice and hearing.

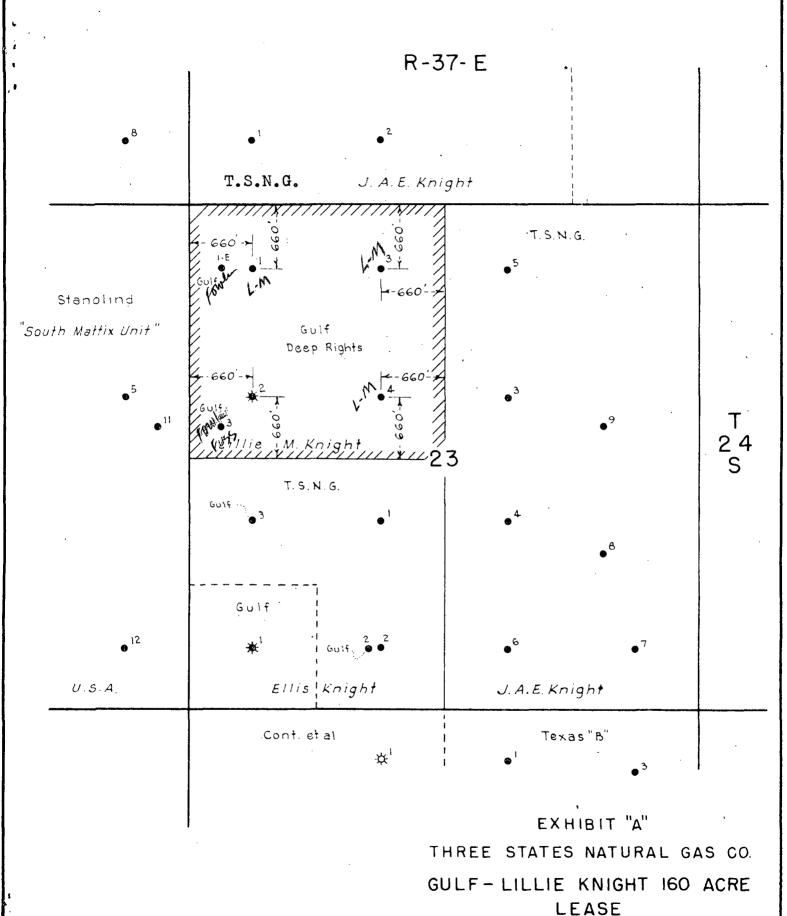
The allowable production from Three States Natural Gas Company's Gulf-Lillie Knight non-standard gas proration unit of 160-acres, as compared with the allowable production therefrom if this tract were a standard unit, be in the ratio which the area of the non-standard proration unit (to-wit: 160 acres) bears to a standard proration unit.

Respectfully submitted,

THREE STATES NATURAL GAS COMPANY

oseph P. Donah

Attorney



GULF-LILLIE KNIGHT LEASE

LANGLIE - MATTIX FIELD
LEA COUNTY, NEW MEXICO
SCALE: I"= 1000'

## MAIN OFFICE OCC

THE STATE OF TEXAS MAR 8 PM 1:28 COUNTY OF DALLAS

BEFORE ME, the undersigned authority, on this day personally appeared JOSEPH P. DONAHUE, JR., who, after being by me duly sworn on oath deposes and says:

That Stanolind Oil and Gas Company, Post Office Box 899, Roswell, New Mexico, being the only operator of acreage adjacent to Three States Natural Gas Company's Gulf-Lillie Knight #2 well located 1980 feet South of the North line and 660 feet East of the West line of Section 23, Township 24 South, Range 37 East, Lea County, New Mexico, and being in the Jalmat Gas Pool, has been notified that the said Three States Natural Gas Company has applied for a non-standard proration unit covering its said Gulf-Lillie Knight #2 well.

Joseph P. Donahue, Jr.

SUBSCRIBED AND SWORN TO before me on this the 5th day of March, 1956.

My Commission Expires:

June 1, 1957

Notary Public In and for Dallas County, Texas

HAZEL GRAY
Notary Public, Dallas County, Texas
My Commission Expires June 1, 1957

# MAIN office ecStates Natural Gas Company

SEVENTEENTH FLOOR CORRIGAN TOWER

1956 MAR 8 PM 1:28

DALLAS I, TEXAS

March 5, 1956

State of New Mexico Oil Conservation Commission Capital Building Santa Fe, New Mexico

> Re: Jalmat Gas Pool Lea County, New Mexico

#### Gentlemen:

We are enclosing herewith an application for administrative approval of a non-standard proration unit covering our Gulf-Lillie Knight lease in the Jalmat Gas Pool. This application is filed in triplicate.

We are also enclosing three copies of an Affidavit stating that the offset operator has been notified of this application.

Very truly yours,

THREE STATES NATURAL GAS COMPANY

By\_

n P. Donahue.

Attorney

JPD:dg Encs

REGISTERED
RETURN RECEIPT REQUESTED