Due april 30, 1958

Man OFFICE El Paso Natural Gas Company 1903 KAN 24 PM 1:21

El Paso, Texas

March 12, 1958

Oil Conservation Commission Of the State of New Mexico Post Office Box 871 Santa Fe, New Mexico

NWW wants

Re: Application for Exception to Rule 6(a) Revised of Order No. R-565-C for Non-Standard Proration Unit South Blanco Pictured Cliffs Gas Pool San Juan County, New Mexico

Gentlemen:

El Paso Natural Gas Company hereby submits its application for administrative approval of a non-standard proration unit consisting of the southwest quarter (SW/4) or (Lots 3,4, E/2 SW/4) of Section 18, Township 25 North, Range 4 West, San Juan County, New Mexico, and in support thereof states the following facts:

- The Jicarilla #3-E Well, located 810' from the South line and 1545' from the West line of Section 18, T-25-N, R-4-W, was completed as a gas well from the Pictured Cliffs Formation on July 20, 1956.
- That the proposed non-standard gas proration unit consists of 163.14 acres, which are contiguous quarter-quarter sections and lots.
- That the proposed non-standard gas proration unit lies wholly within a single government section.
- That the proposed non-standard gas proration unit may reasonably be presumed to be productive of gas.
- That by copy of this letter of application all operators owning interests (a) in the section in which any part of the nonincluded in said non-standard gas proration unit, and (b) in acreage offsetting the non-standard gas proration unit, are notified by registered mail of this proposed non-standard gas proration unit.

Therefore, El Paso Natural Gas Company requests that under the provision of

Rule 6(b) Revised of Order No. R-565-C, the Secretary of the Commission grant exception to Rule 6(a) without Notice and Hearing and approve the subject non-standard gas proration unit.

Respectfully submitted,

EL PASO NATURAL GAS COMPANY

Sam Smith Manager

Land Department

SS:SHM:cl

SUBSCRIBED AND SWORN to before me by the said SAM SMITH this , 1958, to certify which witness my hand and seal of office.

My Commission expires:

State of Texas

HELEN ADAMS Notary Public in and for El Paso County, Texus My Commission Expires June 1, 1959

A copy of the foregoing application for non-standard gas proration unit on the Jicarilla #3-E Well was forwarded by registered mail, return receipt requested, to the following listed party:

Pan American Petroleum Corporation Post Office Box 1714 Albuquerque, New Mexico P-5-W

El Paso

T

25

N

Pan Amer. El Paso

Vicarillia

TD 33 40 44

13,778 Mep

El Paso

El Paso Natural Gas Co. Scale 2"= Imile

Plat Accompanying Application for 163.14 Acre Non-Standard Gas Unit