THE ATLANTIC REFINING COMPANY Incorporated - 1870 Petroleum Products Domestic Producing Department

West Texas-New Mexico Region

June 11, 1957

Petroleum L Mailing Address P. C. Box 671 Midland, Texas

New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Res

Application for Administrative Approval of a 160 acre Non-Standard Gas Proration Unit, Eumont Gas Pool, Comprised of Lots 9, 10, 15, and 16, Section 3, T-21-S, R-35-E, Lea County, New Mexico

Gentlemen:

The Atlantic Refining Company respectfully requests administrative approval under provisions of Rule 5 (b) of NMOCC Order No. R-520 for a non-standard gas proration unit for its State "AK" No. 4 well, a recent gas completion located 330° from north and east lines of Lot 15, Section 3, T-21-S, R-35-E, Eumont Pool, Lea County, New Mexico. The proposed non-standard gas proration unit is to consist of the 160 acres comprising Lots 9, 10, 15, and 16 of the above described section.

In support of this apolication, the following facts are submitted:

The Atlantic Refining Company is owner and operator of an oil and gas lease known as its State "AK" Lease, located in Lea County, New Mexico, as shown on the attached plate

The proposed non-standard gas proration unit complies with the provisions of Rule 5 (b) of Order R-520 in that

it is composed of contiguous lots.

(b) it lies wholly within a single governmental section,

(c) the entire unit may reasonably be presumed to be productive of gas,

(d) neither its length nor its width exceeds 5280°, and

(e) all operators owning interests within the same governmental section as the proposed unit which are not included in the unit, and all operators owning interests within 1500° of the well to which this unit is proposed to be allocated have been notified of Atlantic's intent to form the unit by means of a copy of this application sent by registered mailo

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- 3. A plat is attached hereto showing the proposed unit, the location of the well, and the offset ownership.
- 4. At the present time the gas to be produced from the proposed non-standard gas unit has not been contracted to be sold; however, negotiations for its sale are in progress. An official potential test is currently being taken on the said State "AK" No. 4 well. When this test is completed a completion notice and a Form C-110 will be filed with the Oil Conservation Commission. This Form C-110 will state that the well is at present shut-in. As soon as a gas sales contract is executed, a revised Form C-110 and a Form C-104 will be filed.

Respectfully submitted,
THE ATLANTIC REFINING COMPANY

P. E. Fletcher Regional Operations Manager

AFFIDAVIT

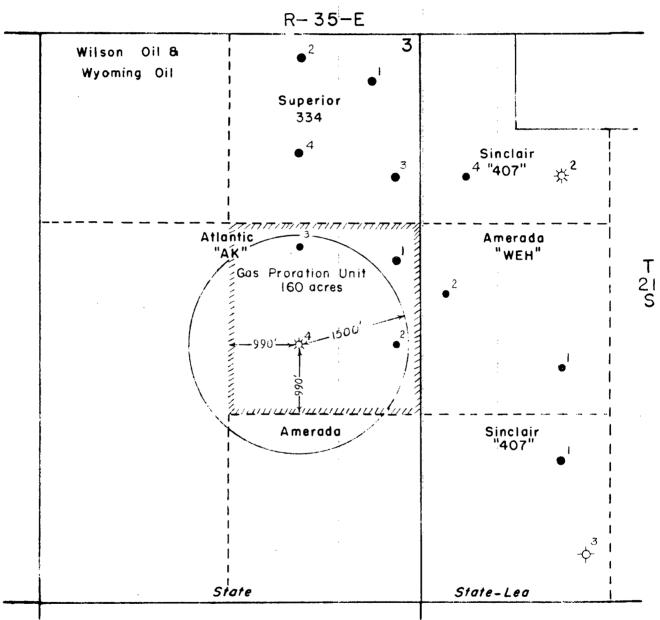
Before me, the undersigned authority, on this day personally appeared ?. E. Fletcher, known to me to be the person whose name is subscribed to this instrument, who, after being by me duly sworn on oath, states that he is employed by or associated with The Atlantic Refining Company in the capacity of Regional Operations Manager, and that the above statements are true and correct.

Sworn and subscribed to before me on this the 11th day of June, 1957.

Notary Public in and for

1. Ilitaher

Midland County, Texas E. L. Macdonald



LEGEND:

- Oil Well
- ☆ Gas Well
- O Location
- ♦ Dry Hole

ATLANTIC STATE "AK" LEASE

Eumont Pool

Lea County, New Mexico

Scale: 4"= | Mile

ATTACHMENT NO. I

MAILING LIST

New Mexico Oil Conservation Commission (3) P. O. Box 871 Santa Fe, New Mexico

- # Amerada Petroleum Corporation (1)
 Drawer D
 Monument, New Mexico
- * The Superior Oil Company (1) Midland, Texas
- * Wilson Oil Company (1) Box 1436 Artesia, New Mexico

*Send by registered mail and request return receipt.

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June 15, 1957

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

Attn: Mr. P. E. Fletcher, Regional Operations Manager

Re: Application for Administrative Approval of a 160 acre Non-Standard Cas Proration Unit, Eumont Gas Pool, Comprised of Lots 9, 10, 15, and 16, Section 3, T-21-S, R-35-E, Lea County,

New Mexico.

Gentlemen:

Wilson Oil Company received this date, by registered mail, your application as set out above. Your application does not state, however we assume the producing horizon to be within the vertical limits of the Eumont Pool.

In order to clear our records, we would appreciate receiving from you at your earliest convenience, the producing formation or formations, the zone or zones perforated, and the deliverability of the subject well.

Sincerely yours.

WILSON OIL COMPANY

11. Kaymord X N. Raymond Lamb

Box 1436

Artesia, New Mexico

NRL: lg

cc N. M. Oil Conservation Commission Santa Fe. New Mexico



THE ATLANTIC REFINING COMPANY 5 3 7 7 PETROLEUM PRODUCTS

June 20, 1957

DOMESTIC PRODUCING DEPARTMENT WEST TEXAS-NEW MEXICO REGION

N. B. WINTER, MANAGER

F. P. CASTLEBERRY, LAND MANAGER

P. E. FLETCHER, OPERATIONS MANAGER

MARVIN L. MILLS, DRILLING MANAGER S. L. SMITH, EXPLORATION MANAGER

PETROLEUM LIFE BLDG.

MAILING ADDRESS P. O. BOX 871 MIDLAND, TEXAS

Wilson Oil Company P. O. Box 1436 Artesia New Mexico

Attention: Mr. N. Raymond Lamb Vice-President

Gentlemen:

Please refer to your letter of June 15, 1957 to The Atlantie Refining Company concerning our application for administrative approval of a 160 acre non-standard gas proration unit in the Eumont Pool to be assigned to Atlantic's State "AK" No. 4 well.

You are advised that this well is completed in the Yates formation through perforations from 3790'-3810'. We have not obtained an official deliverability test on the well as yet; however, it is being tested presently.

Yours very truly,

THE ATLANTIC REFINING COMPANY

P. E. Fletcher

Regional Operations Manager

cc: New Mexico Oil Conservation Commission Santa Fe, New Mexico

GOVERNOR

EDWIN L. MECHEM

NSP-377

STATE GEOLOGIST, A.L. PORTER JR. SECRETARY DIRECTOR

MAIN OFFICE OCC New Mexico OIL CONSERVATION COMMISSION

LAND COMMISSIONER MURRANTE JUMORGAN



P. O. BOX 2045 HOBBS, NEW MEXICO July 29, 1957

Mr. Warren Mankin Oil Conservation Commission Box 871-Santa Fe, New Mexico

Dear Mr. Mankin:

In checking the The Atlantic Refining Co., State "AK" #4, located in Section 3, Township 21 South, Range 35 East, 330/N & 330/E, we find that the perforations from 3790' to 3810' are within the Yates formation.

Yours very truly,

OIL CONSERVATION COMMISSION

John W. Runyan

Geologist

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