EUNICE OFFICE P. O. Box 988 EUNICE, NEW MEXICO Neville G. Pelmose, Inc. FAIR BUILDING FICE OCC FOR SWORTH 2, Texas August 18, 11958 8:25 ghals Ser 23, 1958 NSP-444 (on waiters)

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

Re: Application for 160-Acre Non-Standard Gas Proration Unit, Eumont Gas Pool, Comprising the S/2 of the SW/4 and the S/2 of the SE/4 of Section 7, T-22-S, R-37-E, Lea County, New Mexico.

Gentlemen:

Neville G. Penrose, Inc. hereby makes application for approval of a 160-acre non-standard gas proration unit comprising the S/2 of the SW/4 and the S/2 of the SE/4 of Section 7, T-22-S, R-37-E, Lea County, New Mexico and in support thereof states the following facts:

- 1. Neville G. Penrose, Inc. is owner and operator of an oil and gas lease known as the Mattern Lease, Lea County, New Mexico.
- 2. Neville G. Penrose, Inc. proposes that the above described acreage be established as a non-standard 160-acre gas proration unit in exception to Rule 5 of Order-520.
- 3. The Mattern #7 well, located 1650' from the west line and 330' from the south line of section 7 was completed as an Arrowhead Pool oil well on February 18, 1940 and recompleted as a gas well in the Eumont Pool on August 14, 1958. This application is for a non-standard proration unit in the Eumont gas zone.
- 4. The proposed non-standard gas proration unit will meet the requirements of Rule 5(b) of the Oil Conservation Commission order No. R-520 as follows:
 - a. Contiguous quarter-quarter acres will comprise the unit.
 - b. The proposed unit lies wholly within a single governmental section.
 - c. All acreage within the proposed unit may reasonably be presumed productive of gas.

who to applicant on 8/22 to submit and lice tion for unastholder.

d. The length or width of the proposed unit does not exceed 5280 feet.

- e. Neville G. Penrose, Inc. is operator of all acreage comprising the proposed unit as shown on the attached plat, and by copy of this letter of application by registered mail, all operators owning interest in the section in which the proposed unit is located and all operators within 1500 feet of the proposed unit well are notified of the intent of Neville G. Penrose, Inc. to form the proposed non-standard gas proration unit.
- 5. The approval of this application for the 160-acre non-standard gas proration unit will, in the opinion of the applicant, prevent waste, protect correlative rights and serve the best interest of conservation.

In view of the existence of the facts herein stated and compliance with the provisions of the Rule 5(b) of the Oil Conservation Commission's Order R-520, Neville G. Penrose, Inc. respectfully requests that the Secretary of the Commission approve the above described non-standard gas proration unit.

Very truly yours,

NEVILLE G. PENROSE, INC.

James D'

Glenn G. Neill

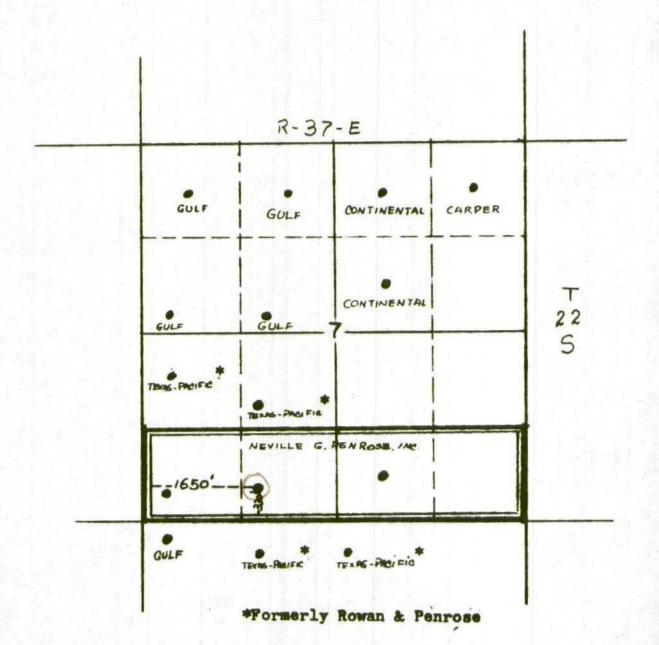
Subscribed	and	sworn	to	before	me	this_	19th	day	of Much	,1958
									Notar	

cc: Oil Conservation Commission State of New Mexico Box 2045 Hobbs, New Mexico

> Texas-Pacific Coal & Oil Co. Box 2110 Ft. Worth, Texas

Carper Drilling Co. 200 Carper Bldg. Artesia, New Mexico Gulf Oil Corporation Box 669 Roswell, New Mexico

Continental Oil Company Box 68 Eunice, New Mexico



Neville G. Penrose, Inc. Box 968 Eunice, New Mexico

Plat accompanying application for 160-acre non-standard gas proration unit in the Eumont Gas pool.

Mattern #7
Sec. 7, T-22S, R-37E
Lea County, New Mexico

MAIN OFFICE OCC

1958 SEP 15 AMOID CONSERVATION COMMISSION

BOX 2045

HOBBS, NEW MEXICO

	DATE	Sept. 11, 195	8
OIL CONSERVATION COMMISSION BOX 871	Re:	Proposed NSP	444
SANTA FE, NEW MEXICO		Proposed NSL	
		Proposed NFC	
		Proposed DC	
Gentlemen:			
I have examined the application dated	8/2	2/58	
for the N. G. Penrose, Inc. Mattern #7 7-22-3			
Operator Lease and Well No.		S-T-R	
and my recommendations are as follows:			
0.KE.F.E.			
O.KJ.W.R.			
			·····
Yours very truly,			
OFT GOVERNMENT OF		T (1) 1	

OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

August 22, 1958

Neville G. Penrose, Inc. P. O. Box 988
Eunice, New Mexico

Attention: Glenn G. Neill

Gentlemen:

Reference is made to your application for a 160-acre non-standard gas proration unit in the Eumont Gas Pool dated August 18, 1958.

Since the location of your Mattern Well No. 7 is unorthodox for a gas well in the Eumont Gas Pool, please make application for a non-standard location. We will then process the two applications at the same time.

Very truly yours,

OLIVER E. PAYNE Associate Counsel

OEP:omg

cc: Oil Conservation Commission - Hobbs