

**JAL OIL COMPANY, INC.**  
MAIN OFFICE OCC

303 LEGGETT BUILDING

P. O. BOX 1744

MIDLAND, TEXAS

1958 SEP 23 PM 1:06

September 26, 1958

*NSP-449*  
*(Low winter*  
*period)*  
*Due Oct 29, 1958*

New Mexico Oil Conservation Commission  
Post Office Box 871  
Santa Fe, New Mexico

In Re: Application of Jal Oil Company,  
Inc. for Administrative Approval  
of a 40 acre Non-Standard Gas  
Proration Unit in the Jalmat Gas  
Pool for the Jal Oil Company,  
Inc. Watkins No. 2 well which  
is located in the SE/4 NE/4 of  
Section 35, Township 24 South,  
Range 36 East, N.M.P.M., Lea  
County, New Mexico.

Attention: Mr. A. L. Porter, Jr.

Gentlemen:

Jal Oil Company, Inc. respectfully requests administrative approval under the provisions of Rule 5(b) of Order No. R-520, as amended, of a Non-Standard Gas Proration Unit of 40.00 acres, more or less, comprising the SE/4 NE/4 of Section 35, Township 24 South, Range 36 East, N.M.P.M., Jalmat Gas Pool, Lea County, New Mexico, and in support thereof states the following facts:

1. That Jal Oil Company, Inc., W. L. Goldston and Magnolia Petroleum Company hold the gas operating rights under the SE/4 NE/4 of Section 35, Township 24 South, Range 36 East, N.M.P.M. down to a depth of 4000 feet, and Jal Oil Company, Inc. is operator of said tract of land.
2. That Jal Oil Company, Inc. completed the Jal Oil Company, Inc. Watkins No. 2 well on August 15, 1958. That said well is located 1650 feet from the North and 330 feet from the East lines of Section 35, Township 24 South, Range 36 East, N.M.P.M. That the well was drilled to a total depth of 2987 feet and was completed as a gas well in the Jalmat Gas Pool with an initial potential of 2,325 MCF absolute open flow.

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3. That the proposed Non-Standard Proration Unit will meet the requirements of Rule 5(b) of Order R-520, as amended, in that the proposed unit consists of a contiguous quarter-quarter section within a single governmental section, that the length or width thereof does not exceed 5,280 feet, and that the entire area of the proposed unit lies within the horizontal limits of the Jalmat Gas Pool and may reasonably be presumed to be productive of gas.
4. That by a copy of this Letter of Application, all of the other operators owning an interest in the section in which the proposed Non-Standard Proration Unit is situated and all operators owning an interest within 1,500 feet of the well have by registered mail been notified.
5. That a plat showing the acreage to be dedicated to the proposed Non-Standard Proration Unit, the location of the said well and the offset ownership is attached hereto.
6. Jal Oil Company, Inc. wishes to advise the Commission that it is its intention to use this well as the unit well.

In view of the existence of the facts herein stated and in compliance with the provisions of Rule 5(b) of Order No. R-520, as amended, Jal Oil Company, Inc. requests Administrative approval of said proposed forty acre Non-Standard Gas Proration Unit.

Respectfully submitted,

JAL OIL COMPANY, INC.

By Patrick A. Flynn  
Patrick A. Flynn  
Attorney

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STATE OF TEXAS           )  
                                  ) SS:  
COUNTY OF MIDLAND    )

On this 26 day of September, 1958, before me personally appeared Patrick A. Flynn, 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 WHEREOF, I have set my hand and seal on the day and year first above written.

My Commission Expires:

June 1, 1959

Jo Ann Kieber  
Notary Public in and for Midland County,  
State of Texas

Registered Mail

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

Tidewater Oil Company  
Petroleum Life Building  
Midland, Texas

Mr. W. H. Black  
Midland Tower  
Midland, Texas

R. De Chicchis Estate  
4th. Floor, Midland Tower  
Midland, Texas  
Attn: Mr. L. J. Brown

Mr. Joe G. Sauer  
Petroleum Life Building  
Midland, Texas

The Texas Company (2)  
P. O. Box 352  
Midland, Texas

Tidewater Oil Company  
P. O. Box 731  
Tulsa, Oklahoma

Shell Oil Company  
Wilco Building  
Midland, Texas

Shell Oil Company  
Production Division  
Hobbs, New Mexico

Cities Service Oil Company  
Midland Tower  
Midland, Texas

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Registered Mail cc continued:

Cities Service Oil Company  
Box 97  
Hobbs, New Mexico

Amerada Petroleum Corporation  
Petroleum Life Building  
Midland, Texas

Western Natural Gas Company  
1006 Main St.  
Houston, Texas

El Paso Natural Gas Company  
P. O. Box 1492  
El Paso, Texas  
Attn: Mr. F. Norman Woodruff,  
Gas Proration Department

Olsen Oils, Inc.  
(R. Olsen Oil Company)  
2811 Liberty Bank Bldg.  
Oklahoma City, Oklahoma

W. L. Goldston Estate  
Oil and Gas Building  
Houston, Texas

Magnolia Petroleum Company(2)  
P. O. Box 633  
Midland, Texas

JALMAT POOL - LEA COUNTY, NEW MEXICO

The Texas Co.	Amerada Pet. Corp.	The Texas Company	Jal Oil Company, Inc. (Tidewater Oil Co.)	Shell Oil Co.
Cities Service Oil Company	+		Watkins #2	
			Jal Oil Company, Inc. (Tidewater Oil Co.)	
		Cities Service Oil Co.	Western Natural Gas Co. R. Olsen Oil Co.	

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245

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