

AMERADA PETROLEUM CORPORATION

DRAWER "D"  
MONUMENT, NEW MEXICO

*NSP 602*  
*wait 30 days*  
*due 6/13*

PHONE HOBBS, N. M. — EX 3-2145

May 16, 1962

1962 MAY 21 AM 8:11

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

Re: Application of Amerada Petroleum Corporation for administrative approval of a 320 acre non-standard gas proration unit for the Eumont completion in it's State DA well No.1 located 660' from west line and 1980' from South line Sec. 16-T21S-R37E, Lea County, New Mexico.

Gentlemen:

Commission Order No. R-2134 dated December 31, 1961 authorized a 160 acre non-standard gas proration unit for the Eumont completion in Amerada Petroleum Corporation's State DA No.1, Unit L, Sec. 16-T21S-R37E, Lea County, New Mexico. Acreage dedicated to this unit was the N/2 of S/2 Section 16.

An operating and pooling agreement has now been made between Amerada and Sunray-Mid-Continent Oil Company to include Sunray's 160 acre State 15 lease within the Eumont gas proration unit assigned to the above mentioned Amerada well. Sunray's State 15 lease is described as the S/2 of S/2 Sec. 16-T21S-R37E. This application is for the purpose of securing approval of a 320 acre non-standard gas proration unit for the Eumont completion in the State DA No.1. The proposed 320 acre unit would be designated "State D"A" Gas Unit No.1" and would be described as the S/2 Sec. 16-T21S-R37E, Lea County, New Mexico.

Pertinent data concerning this application is set out below:

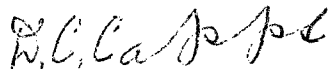
- a) The proposed non-standard unit lies wholly within Section 16.
- b) The entire proposed unit acreage may reasonably be presumed to be productive.
- c) The following operators, within Section 16 and with properties closer than 1500' from the proposed unit well, have been furnished a copy of this application.

Continental Oil Company, 825 Petroleum Building, Roswell, New Mexico  
Gulf Oil Corporation, P.O. Drawer 669, Roswell, New Mexico  
Pan American Petroleum Corporation, P.O. Box 68, Hobbs, New Mexico  
Sunray-Mid-Continent Oil Company, 326 Petroleum Life Bldg., Midland, Texas  
Tidewater Oil Company, P.O. Box 547, Hobbs, New Mexico

- d) A letter of consent from the Commissioner of Public Lands is attached.
- e) A plat showing the proposed unit area along with the location and producing zone of all wells in the area is attached.

Applicant requests that administrative approval be given the above matter.

Yours very truly,

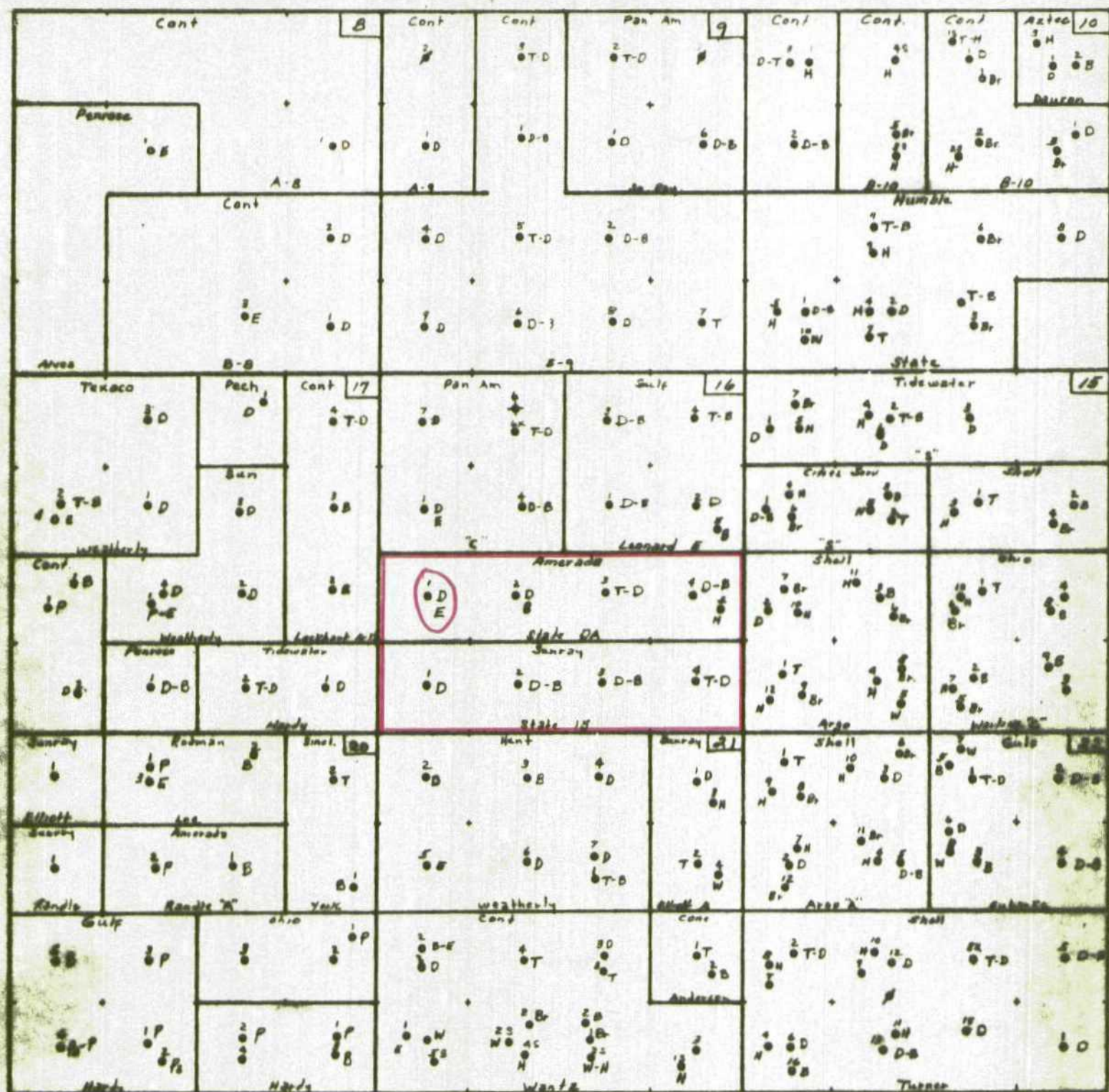


D. C. Capps  
District Superintendent

AES

cc: Mr. J. O. Hathaway  
H. A. Nedom  
R. S. Christie  
H. D. Bushnell  
J. E. Newkirk  
J. R. Enloe  
B. A. Moore  
File

R37E



AMERADA PETROLEUM CORP

1 INCH = 2000 FT.

E - Eumont  
 P - Penrose Skelly  
 B - Blinberry  
 T - Tubbs  
 D - Deinkard  
 W - Wentz Abc  
 H - Hare  
 Br - Brunson  
 Pa - Paddock

FIELD Eumont  
 STATE New Mexico  
 COUNTY Lea

CERTIFICATE OF APPROVAL

BY COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO  
COMMUNITIZATION

AMERADA PETROLEUM CORPORATION STATE D "A" WELL NO. 1

There having been presented to the undersigned Commissioner of Public Lands of the State of New Mexico for examination, the attached Agreement for the development and operation of acreage which is described within the attached Agreement, dated March 5, 1962, which has been executed or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the state, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 7-11-39, 7-11-40, 7-11-41, 7-11-47, 7-11-48, New Mexico Statutes Annotated 1953 Compilation, I, the undersigned, Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes., and covers a 320 acre allowable from the Amerada State D"A" Well No. 1 in the Eunot Gas Pool.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 9th day of April 19 62.

*W. W. Walker*  
Commissioner of Public Lands  
of the State of New Mexico