Cherry

STANOLIND OIL AND GAS COMPANY

 $\{1,1\}$ oil and gas building

FORT WORTH, TEXAS

1 1200 - A 9:12 April 14, 1955

Pile: RGH-4186-986.510.1

Subject: Application for Non-Standard Gas Proration Unit Eumont Gas Pool Lea County, New Mexico

New Mexico Oil Conservation Commission (3) P. 0. Box 871 Santa Fe, New Mexico

Attention: Mr. W. B. Macey

GentLemen:

It is requested that a hearing be set on the application of the Stanolind Oil and Gas Company for an exception to Rule 5(a) of that part of New Mexico Oil Conservation Commission Order No. R-520 pertaining to the Eumont Gas Pool, Lea County, New Mexico. Exception to this rule will be sought for the purpose of forming a non-standard gas proration unit comprising the south 320 acres in the E/2 of Section 2, Township 21 South, Range 36 East. This non-standard unit would be assigned for gas allocation purposes to Stanolind's State "C" Tract 11 No. 1, located 660 feet from the south line and east line of Section 2, T-21-5, R-36-E, as shown on the attached plat.

The referenced well was originally completed in November, 1937. as an oil well in the Eunice Field and was recompleted in February, 1954, as a gas well in the Eumont Gas Pool. For allocation purposes, it is currently assigned a proration unit comprising the south 160 acres in the E/2 of Section 2, T-21-5, R-36-E. We should like to point out that the proposed non-standard unit is composed of contiguous quarter cuarter sections which lie wholly within a single governmental section. The entire proposed unit may reasonably be presumed to be productive of gas and neither the length nor the width exceeds 5,280 feet. The entire proposed unit lies within the horizontal limits of the Eumont Gas Pool, as defined by the Commission.

All of the acreage in the proposed unit is a part of a single basic lease, and the working interest and royalty interest are common throughout. There are no other wells in this proposed unit to which the acreage could be assigned for gas allocation purposes.

Yours very truly,

ALEX CLARKE, JR. Division Engineer

RGH:cp