

STANOLIND OIL AND GAS COMPANY

OIL AND GAS BUILDING

FORT WORTH, TEXAS

April 14, 1955

File: RGH-4187-986.510.1

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

New Mexico Oil Conservation Commission (3)
P. O. 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 portion 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 320 acres in the E/2 of Section 21, T-20-S, R-37-E, Lea County, New Mexico. This non-standard unit would be assigned for gas allocation purposes to Stanolind's O. J. Gilluly "B" No. 6X, located 390 feet from the north line and 660 feet from the east line of Section 21, T-20-S, R-37-E, as shown on the attached plat.

The referenced well was originally completed December 31, 1939, as a Monument Field oil well and was subsequently dually completed in September, 1954, with gas production being obtained from the Eumont Gas Pool. Authority to dually complete this well was granted by Commission Order No. DC-85, dated March 16, 1954. For gas allocation purposes, this well is currently assigned a proration unit comprising the 160 acres in the NE/4 of Section 21, T-20-S, R-37-E.

We should like to point out that the proposed non-standard unit is composed of contiguous quarter quarter sections which lie wholly within a single governmental section and that neither the length nor width of the proposed unit exceeds 5,280 feet. The entire proposed unit lies within the horizontal limits of the Eumont gas pool as defined by the Commission and may reasonably be presumed to be productive of gas.

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

April 14, 1955

throughout. There are no other wells in this proposed unit to which the acreage could be assigned for gas allocation purposes.

Yours very truly,

A handwritten signature in cursive script, appearing to read "Alex Clarke, Jr.", written in dark ink.

ALEX CLARKE, JR.
Division Engineer

RGH:cp
Attachments