

BEFORE THE OIL CONSERVATION COMMISSION, STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
SUNRAY OIL CORPORATION FOR AN EXCEPTION
TO ORDER NO. R-370-A TO PERMIT IT TO
ASSIGN AN UNORTHODOX 160 ACRE GAS
PRORATION UNIT TO ITS A. COOPER WELL NO. 4
LOCATED IN THE SE/4 OF THE NE/4 OF SECTION
12 - TWP. 20S - RGE. 36E, LEA COUNTY, NEW MEXICO

Case 688

APPLICATION

Comes now Sunray Oil Corporation, applicant herein, and respectfully shows to the Honorable Oil Conservation Commission of the State of New Mexico as follows:

1. That applicant is the owner and operator of an oil and gas lease known as its A. Cooper lease, covering the W/2 of the W/2 of Section 7 - Twp. 20S - Rge. 37E, and the E/2 of the E/2 of Section 12 - Twp. 20S - Rge. 36E, Lea County, New Mexico. Order R-370-A requires standard proration units to be in the form of a square, which is a governmental quarter section. It is desired to form an unorthodox gas proration unit consisting of the E/2 of the E/2 of Section 12 - Twp. 20S - Rge. 36E.

2. Applicant's A. Cooper Well No. 4 was completed on March 22, 1936 to a total depth of 3890'. This well is presently producing gas from the Yates formation, encountered at 2960'.

3. Unitization of portions of this tract with other tracts within Section 12 so as to form a standard 160-acre gas proration unit is impractical. Three 160-acre gas proration units are being formed within this section by Amerada Petroleum Corp.

4. Attached hereto and incorporated herein by reference is a plat showing the location of the unit well and the outline of the proposed 160-acre gas proration unit.

WHEREFORE applicant prays that this matter be set for hearing, that notice be given thereof as required by law, and that upon final hearing the Oil Conservation Commission of the State of New Mexico enter its order authorizing applicant to assign an unorthodox gas proration unit to this well in accordance with this application and the rules and regulations of the Oil Conservation Commission.

SUNRAY OIL CORPORATION

John D. Gassett
John D. Gassett

Dated this 11th day of February, 1954