

C 22936

Basin Natural Gas Corporation

109 W. Chaco Street
Aztec, New Mexico

Charles

FE 4.6531

P. O. Box 878

June 17, 1955

July 14 hearing

Application to follow

State of New Mexico
Oil Conservation Commission
Santa Fe, New Mexico

Att: W. B. Macey

Dear Mr. Macey:

We hereby request permission for an unorthodox drilling unit comprising eighty (80) acres in the South One-Half of the Southwest Quarter ($S\frac{1}{2}SW\frac{1}{4}$) of Section 13, Township 29 North, Range 11 West, N.M.P.M.

As a file, we sent to you shows that we have posted our bond and that we have requested Mr. Francis Harvey to bring the Northwest Quarter of Southwest Quarter ($NW\frac{1}{4}SW\frac{1}{4}$) of said section into the unit and he has failed to answer our letter.

We are aware of the fact that the Northeast Quarter ($NE\frac{1}{4}$) of said Southwest Quarter ($SW\frac{1}{4}$) is Federal acreage and that same must be put up for sale, which we have requested from Mr. McGrath.

We are still agreeable and willing to accept Mr. Harvey's forty acres into the unit under the terms of our letter to him or he can pay his one-fourth interest in the cost of drilling of a well plus the usual twenty per cent addition for the chance we are taking in hitting a dry hole.

Also, as soon as we know the purchaser of the Federal acreage above mentioned, we will work out a deal with the purchaser for them to participate in the unit.

Our time limit of drilling this well according to our leases is limited and we would appreciate a prompt action from your commission regarding this matter.

30 days from Mar 17

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New Mexico Oil Conservation Commission

page 2

Thanking you for all past courtesies and with
best personal regards, we are,

Very truly yours,

BASIN NATURAL GAS CORPORATION


F. B. Umbarger, President

FBU/mk

cc: Emery C. Arnold
Aztec, New Mexico

cc: Mr. McGrath
Farmington, New Mexico

BEFORE THE OIL CONSERVATION COMMISSION OF THE
STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION
OF BASIN NATURAL GAS CORPORATION
FOR COMPULSORY COMMUNITIZATION OF
THE SW $\frac{1}{4}$ OF SECTION 13, TOWNSHIP 29
NORTH, RANGE 11 WEST, N.M.P.M.,
SAN JUAN COUNTY, NEW MEXICO, OR,
IN THE ALTERNATIVE, FOR UNORTHODOX
SPACING:

No. 936

TO THE HONORABLE COMMISSION:

Your Applicant, BASIN NATURAL GAS CORPORATION, represents that it is a New Mexico corporation duly authorized and empowered to transact business in New Mexico, and that it is the present owner of oil and gas leases under the following described lands, to-wit:

S/ The N $\frac{1}{2}$ of the SW $\frac{1}{4}$ of Section 13, Township 29 North, Range 11 West, N.M.P.M., San Juan County, New Mexico, containing eighty (80) acres, more or less.

Your Applicant represents that Mr. Francis Harvey is the present owner of the oil and gas lease covering the NE $\frac{1}{4}$ of the SW $\frac{1}{4}$ of Section 13, Township 29 North, Range 11 West, N.M.P.M., containing forty (40) acres, more or less.

Your Applicant represents that the NW $\frac{1}{4}$ of the SW $\frac{1}{4}$ is Federal land under the jurisdiction of the Bureau of Land Management, Department of the Interior.

Your Applicant further represents that it would be in the public interest and in the interest of the various owners to place the entire SW $\frac{1}{4}$ of Section 13, Township 29 North, Range 11 West, N.M.P.M., under one communitization unit covering the entire one hundred sixty (160) acres or, in the alternative, that this Commission grant to your petitioner a non-standard unit of eighty (80) acres covering the S $\frac{1}{2}$ of the SW $\frac{1}{4}$ of Section 13, Township 29 North, Range 11 West, N.M.P.M.

WHEREFORE, Your Applicant respectfully requests that an appropriate Order be entered by the Commission directing the owners of outstanding oil and gas leasehold interests in the SW $\frac{1}{4}$ of Section 13, Township 29 North, Range 11 West, N.M.P.M., to communitize or pool their interests.

In the alternative, Your Applicant respectfully requests that if this Commission determines that it will not order compulsory pooling of the SW $\frac{1}{4}$ of Section 13, Township 29 North, Range 11 West, N.M.P.M., then and in that event, that the Commission issue an appropriate Order designating the following tract of land, to-wit:

The S $\frac{1}{2}$ of the SW $\frac{1}{4}$ of Section 13, Township 29 North, Range 11 West, N.M.P.M., containing eighty (80) acres, more or less

as an unorthodox spacing unit, and permit Your Applicant and the cooperating leasehold owners to produce oil or gas therefrom, and your petitioner prays for such other and further relief as to the Commission may seem just and proper in the premises.

Respectfully submitted,

BASIN NATURAL GAS CORPORATION

By: David Chavez, Jr.
DAVID CHAVEZ, JR., Attorney

By: H. D. Bertman