

Order No. 2

BEFORE THE
OIL CONSERVATION COMMISSION OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
LOWRY, ET AL., OPERATING ACCOUNT FOR
APPROVAL OF A NON-STANDARD PRORATION
UNIT CONSISTING OF THE NE/4 NE/4,
W/2 NE/4, SE/4 NW/4 SEC. 20, T. 26
N., R. 6 W., N.M.P.M., SOUTH BLANCO-
PICTURED CLIFFS GAS POOL,
NEW MEXICO.

APPLICATION

Comes now Lowry, et al., Operating Account, and applies to the Oil Conservation Commission of New Mexico for approval of a non-standard drilling and proration unit consisting of the NE/4 NE/4, W/2 NE/4, SE/4 NW/4, Section 20, Township 26 North, Range 6 West, N.M.P.M., ~~San Juan County~~, New Mexico, as an exception to the provisions of Rule 6 (A) of the Special Rules and Regulations for the South Blanco-Pictured Cliffs Gas Pool, contained in Order No. R-565-C, and in support thereof would show:

1. That applicant is present owner of all operating rights in the proposed non-standard gas proration unit.
2. That the proposed non-standard proration unit consists of contiguous quarter-quarter sections.
3. That the proposed unit lies wholly within Section 20, Township 26 North, Range 6 West, N.M.P.M.
4. That the entire acreage covered by the proposed non-standard unit may reasonably be presumed to be productive of gas.
5. That a plat showing the acreage proposed to be included in said unit is attached hereto as a part of this application.
6. That persons owning operating interests in Section 20, Township 26 North, Range 6 West, and offset operators, are as follows:

El Paso Natural Gas Company
Pubco Development Company
Ed W. Cannedy

7. That applicant has been unable to communitize its acreage with that of others to form a standard unit.

WHEREFORE, applicant requests it be granted an order of the Commission, after notice and hearing, as required by law, approving a non-standard gas proration unit, as applied for, and further requests that this application be set for hearing before an examiner as soon as practicable, and for such other and further relief as may be proper.

Respectfully submitted,

LOWRY, ET AL., OPERATING ACCOUNT

By Jason W. Kellahin
Attorney