

BEFORE THE OIL CONSERVATION COMMISSION  
STATE OF NEW MEXICO

APPLICATION OF THE HUMBLE OIL &  
REFINING COMPANY FOR APPROVAL OF  
A NON-STANDARD GAS PRORATION UNIT  
IN THE EUMONT GAS POOL COVERING  
S $\frac{1}{2}$  SECTION 29, T. 21 S., R. 36 E.,  
N.M.P.M., LEA COUNTY, NEW MEXICO,  
CONTAINING 320 ACRES, MORE OR LESS,  
IN ACCORDANCE WITH RULE 5(b) OF THE  
SPECIAL RULES AND REGULATIONS FOR THE  
EUMONT GAS POOL.

CASE NO. 1097

Comes the Humble Oil & Refining Company and hereby makes application for approval of a non-standard gas proration unit consisting of the S $\frac{1}{2}$  Section 29, T. 21 S., R. 36 E., containing 320 acres, more or less, in the Eumont gas pool in accordance with Rule 5(b) of the special rules and regulations for the Eumont Gas Pool heretofore adopted by the New Mexico Oil Conservation Commission, and as grounds therefor, respectfully shows:

1. That the proposed non-standard gas proration unit consists of contiguous quarter-sections, the same constituting the S $\frac{1}{2}$  Section 29, T. 21 S., R. 36 E., N.M.P.M.
2. That the proposed non-standard proration unit lies wholly within a single governmental section.
3. That the entire proposed non-standard gas proration unit is reasonably presumed to be productive of gas.
4. That the length or width of the proposed non-standard gas proration unit does not exceed 5,280 feet.
5. That the proposed gas proration unit is all state land and is covered by four separate oil and gas leases issued by the Commissioner of Public Lands of the State of New Mexico, and the Humble Oil & Refining Company is the owner of said leases as to all dry gas and associated liquid hydrocarbons which may be produced, saved and marketed from said area. That C. C. Pollard and the Peerless Oil and Gas Company are each the owners of a  $\frac{1}{8}$  of  $\frac{7}{8}$  overriding royalty covering the NW $\frac{1}{4}$ SW $\frac{1}{4}$  of said Section 29, and Robert Leroy Craig, Jr., David Frederick Craig and R. E. Craig are the owners of a  $\frac{1}{24}$  overriding royalty covering the NW $\frac{1}{4}$ SE $\frac{1}{4}$  of said Section 29.

*Address Craig Browning Co.  
Marriott Hotel Bldg  
Indianapolis Ind.*

6. That a Communitization Agreement has been entered into by and between the applicant and the owners of said overriding royalty interests subject to the approval of the Commissioner of Public Lands of the State of New Mexico covering said proposed gas proration unit, with the exception of R. E. Craig, who has a 1/3 of 1/24 overriding royalty interest in and to the NW $\frac{1}{4}$ SE $\frac{1}{4}$  of said Section 29, and the said R. E. Craig has refused to join in said Communitization Agreement purely for personal reasons.

7. That applicant has heretofore completed a gas well located in the NE $\frac{1}{4}$ SE $\frac{1}{4}$  of said Section 29 which is producing from the vertical limits of the Eumont Gas Pool as defined by the New Mexico Oil Conservation Commission, and upon approval of the S $\frac{1}{2}$  of said Section 29 as a non-standard gas proration unit, all of the gas produced from said well would be allocated to the respective leases covering said unit on an acreage basis in accordance with the terms of said Communitization Agreement.

8. That there is attached hereto, made a part hereof and for purposes of identification marked Exhibit A, a plat showing the proposed non-standard gas proration unit, the location of said gas well and other gas wells completed in the immediate vicinity thereof, and also showing the owners of the adjoining leasehold interests.

Respectfully submitted,  
HUMBLE OIL & REFINING COMPANY

By *[Signature]* FORM APPROVED  
Hervey, Dow & Hinkle  
BY *[Signature]*

HERVEY, DOW & HINKLE  
By *[Signature]*  
Roswell, New Mexico  
Attorneys for Applicant