

MAIN OFFICE 000  
SECTION 27 T1 1:13

*Examiner*  
*Hoy*  
*@*  
*Hobbs*  
*on 7/25*

NEW MEXICO OIL CONSERVATION COMMISSION  
BEFORE AN EXAMINER AT HOBBS, NEW MEXICO

In the Matter of the Application of )  
El Paso Natural Gas Company for an )  
Exception to Rule 5(a) of Order #R-520 )  
of the Special Rules for the Jalmat Gas )  
Pool, Lea County, New Mexico for the )  
El Paso Natural Gas Company Harrison )  
Federal #1 Gas Well which is located in )  
the NW/4 SW/4 of Section 27, Township )  
25 South, Range 37 East, N.M.P.M., Lea )  
County, New Mexico )

Case No. 1108

TO THE NEW MEXICO OIL CONSERVATION COMMISSION:

Now comes El Paso Natural Gas Company and requests the Commission to set a hearing before an Examiner at the Hobbs, New Mexico Office of the New Mexico Oil Conservation Commission and grant an exception to Rule 5(a) of that part of the New Mexico Oil Conservation Commission Order Number R-520 pertaining to the Jalmat Gas Pool, Lea County, New Mexico, for its Harrison Federal #1 Well, and for its grounds therefor states:

1. That R. Olsen completed the R. Olsen Harrison Federal #1 Well on December 13, 1955. That said well is located 1980 feet from the South line and 660 feet from the West line of Section 27, Township 25 South, Range 37 East, N.M.P.M. This well was drilled to a total of 3370 feet and was plugged back to 3110 feet and is now a gas well producing from the Jalmat Gas Pool. On December 12, 1955, this well tested 9,700 MCF per day absolute open flow.
2. That by Bill of Sale dated May 25, 1956, R. Olsen sold this well to El Paso Natural Gas Company.
3. That El Paso Natural Gas Company and Westates Petroleum Company hold the gas operating rights under the S/2 of Section 27, Township 25 South, Range 37 East, N.M.P.M., and that they have agreed to communitize their interests insofar as they cover the Yates, Seven River and/or Queen Formations in order to form a 320 acre unit consisting of said S/2 of Section 27, Township 25 South, Range 37 East, N.M.P.M., subject to the approval of this Application. El Paso Natural Gas Company will be the Unit Operator.
4. That the proposed Non-Standard Gas Proration Unit consists of contiguous quarter-quarter sections.
5. That the entire proposed Non-Standard Gas Proration Unit may reasonably be presumed to be productive of gas.

6. That the length and width of the proposed Non-Standard Gas Proration Unit does not exceed 5280 feet.
7. That there is attached hereto a plat showing the acreage to be dedicated to the proposed Non-Standard Gas Proration Unit, the location of the well, and the offset ownership.
8. That the granting of the exception requested herein will not adversely affect the correlative rights of any offset owner and will protect the correlative rights of Applicant, will prevent waste, will avoid the drilling of unnecessary wells, and is in the interest of conservation.
9. That by copy of this Application all of the other operators owning an interest in the section in which the proposed Non-Standard Gas Proration Unit is situated and all operators owning an interest within 1980 feet of the well have been notified by registered mail of this Application.

WHEREFORE, Applicant requests that this matter be set down for hearing before an Examiner at the Hobbs, New Mexico Office of the New Mexico Oil Conservation Commission, that proper notice as required by law be published, and that the Commission issue its order granting Applicant an exception to Rule 5(a) of Order No. R-520 in order to form a Non-Standard Proration Unit in the Jalmat Gas Pool consisting of the S/2 of Section 27, Township 25 South, Range 37 East, N.M.P.M.

EL PASO NATURAL GAS COMPANY

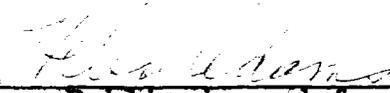
By   
 Assistant Manager  
 Lease Department

THE STATE OF TEXAS )  
 )  
 COUNTY OF EL PASO )

On the 26th day of June, 1956, before me personally appeared SAMUEL SMITH, to me known to be the person who executed the foregoing Application and states that the foregoing statements are true to the best of his knowledge and belief.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year first above written.

My Commission Expires:  
 June 1, 1957

  
 Notary Public in and for El Paso  
 County, Texas

HELEN ADAMS  
 Notary Public, in and for El Paso County, Texas  
 My commission expires June 1, 1957

6. That the length and width of the proposed Non-Standard Gas Proration Unit does not exceed 5280 feet.
7. That there is attached hereto a plat showing the acreage to be dedicated to the proposed Non-Standard Gas Proration Unit, the location of the well, and the offset ownership.
8. That the granting of the exception requested herein will not adversely affect the correlative rights of any offset owner and will protect the correlative rights of Applicant, will prevent waste, will avoid the drilling of unnecessary wells, and is in the interest of conservation.
9. That by copy of this Application all of the other operators owning an interest in the section in which the proposed Non-Standard Gas Proration Unit is situated and all operators owning an interest within 1980 feet of the well have been notified by registered mail of this Application.

WHEREFORE, Applicant requests that this matter be set down for hearing before an Examiner at the Hobbs, New Mexico Office of the New Mexico Oil Conservation Commission, that proper notice as required by law be published, and that the Commission issue its order granting Applicant an exception to Rule 5(a) of Order No. R-520 in order to form a Non-Standard Proration Unit in the Jalmat Gas Pool consisting of the S/2 of Section 27, Township 25 South, Range 37 East, N.M.P.M.

EL PASO NATURAL GAS COMPANY

By \_\_\_\_\_  
 Assistant Manager  
 Lease Department

THE STATE OF TEXAS )  
 )  
 COUNTY OF EL PASO )

On the \_\_\_\_\_ day of June, 1956, before me personally appeared SAMUEL SMITH, to me known to be the person who executed the foregoing Application and states that the foregoing statements are true to the best of his knowledge and belief.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year first above written.

My Commission Expires:  
 June 1, 1957

Notary Public in and for El Paso  
 County, Texas

**Copies by Registered Mail to:**

**Culbertson & Irwin Inc.  
901 McClintic Bldg.  
Midland, Texas**

**Anderson Prichard Oil Corporation  
Liberty Bank Building  
Oklahoma City, Oklahoma**

**R. Olsen  
2808 Liberty Bank Bldg.  
Oklahoma City, Oklahoma**

**Phillips Petroleum Corporation  
Permian Building  
Midland, Texas**

**C. F. Blount  
321 West Douglas  
Wichita 2, Kansas**

**Woodley Petroleum Company  
Post Office Box 1403  
Houston 1, Texas**

**Westates Petroleum Corporation  
391 Sutter Street  
San Francisco 8, California**

**Southern California Petroleum Corporation  
Post Office Box 172  
Midland, Texas**

**Humble Oil & Refining Company  
Box 1600  
Midland, Texas**

**New Mexico Oil Conservation Commission (3)  
Post Office Box 871  
Santa Fe, New Mexico**

**New Mexico Oil Conservation Commission (1)  
Post Office Box 2045  
Hobbs, New Mexico**