

GENERAL OFFICES
120 BROADWAY NEW YORK

AMERADA PETROLEUM CORPORATION

BEACON BUILDING

P. O. BOX 2040

TULSA 2, OKLA.

January 29, 1957

Oil Conservation Commission
State of New Mexico
P.O.Box 871
Santa Fe, New Mexico

Re: Application of Amerada Petroleum Corporation to form a 320-acre Non-standard Gas Proration Unit in the Jalmat Gas Pool comprising the N/2 of Sec. 3-26S-37E, Lea County, New Mexico.

Gentlemen:

Amerada Petroleum Corporation hereby makes application for approval of a 320-acre non-standard gas proration unit in the Jalmat Gas Pool comprising the N/2 of Sec. 3-26S-37E, Lea County, New Mexico, and in support thereof states the following:

1. That Amerada Petroleum Corporation is owner of the operating rights in the N/2 of said Section 3-26S-37E, Lea County, New Mexico, as shown on the attached plat.
2. Applicant is owner and operator of the C. C. Cagle "C" #1 Well located 990 feet from the North line and 990 feet from the West line of said Section 3, which was plugged and abandoned on April 27, 1949, and thereafter recompleted in the Jalmat Gas Pool on June 2, 1956.
3. That applicant has reason to believe that the Jalmat Gas Pool underlies the NE/4 of Section 3.
4. That the applicant proposes that the N/2 of Sec. 3-26S-37E, be established as a non-standard 320-acre gas proration unit as an exception to Rule 5(a) of Order R-520.
5. That the proposed non-standard gas proration unit: (a) consists of contiguous quarter quarter sections; (b) lies wholly within a governmental section; (c) contains acreage which all may reasonably be presumed productive of gas; (d) does not exceed 5280 feet in length or width; and that all operators owning interests in the Section in which the proposed unit is located and all operators within 1500 feet of the proposed unit gas well have been notified by registered mail of the filing of this application and a copy of this application has been mailed to each of the said operators.

1-29-57

6. The approval of this application for a 320-acre non-standard gas proration unit will, in the opinion of the applicant, prevent waste, protect correlative rights and serve the best interest of conservation.

The applicant therefore requests that this cause be set for hearing and that notice thereof be given as required by law and that upon such hearing the Commission enter its order approving the formation of the 320-acre non-standard gas proration unit in the manner herein proposed.

Respectfully submitted,

AMERADA PETROLEUM CORPORATION

By *H. D. Bushnell*
H. D. Bushnell, Attorney.

HDB:FC
Att.

STATE OF OKLAHOMA)
) SS
COUNTY OF TULSA)

H. D. BUSHNELL, of lawful age, being duly sworn upon his oath states: That he is attorney for the Applicant herein, Amerada Petroleum Corporation, a Delaware corporation authorized to do business within the State of Oklahoma; and that he has read the foregoing Application and is familiar with the contents thereof, and believes that the facts therein set forth are true.

H. D. Bushnell

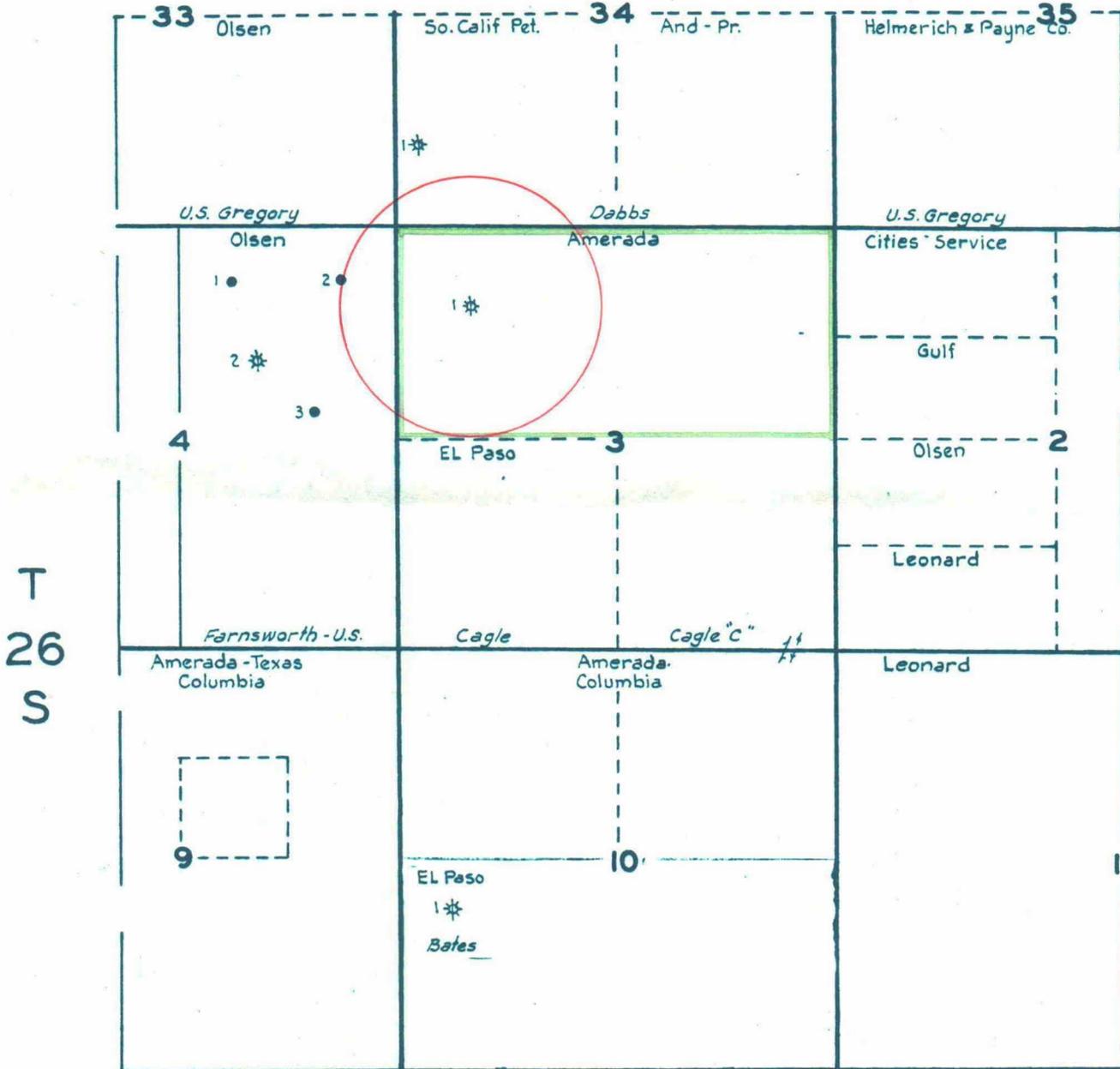
Subscribed and sworn to before me this 29th day of January, 1957.

Florence A. Conson
Notary Public

My commission expires:

May 19 1962

R 37 E



OPERATOR OF LEASE Amerada Petroleum Corporation NAME OF LEASE C. C. Cagle "C"
 TOTAL ACRES IN LEASE 640 ACRES COVERED BY THIS PLAT 320
 DESCRIPTION OF PROPERTY N/2 and SE/4 of Sec. 3 NE/4 of Sec. 10, T26S, R37E
 COUNTY Lea County FIELD Jal Mat Field
 SCALE OF PLAT 1" = 2000'

STATE OF OKLAHOMA
 COUNTY OF TULSA

I HEREBY CERTIFY THAT I AM FAMILIAR WITH THE CONDITIONS AS THEY ACTUALLY EXIST ON THIS LEASE; THAT THE ABOVE PLAT WHICH IS DRAWN TO THE SCALE INDICATED HEREON IS TO THE BEST OF MY KNOWLEDGE TRUE AND CORRECT; THAT IT ACCURATELY REFLECTS SAID LEASE WITH ALL WELLS THEREON; AND THAT THE NUMBER AND LOCATION OF WELLS THEREON ARE AS INDICATED ON THE PLAT.

R.S. Christa

SUBSCRIBED AND SWORN TO BEFORE ME THIS 29th DAY OF January 195 7

Margaret J. Janyar
 NOTARY PUBLIC IN AND FOR
Tulsa COUNTY Oklahoma