

Case 2114

Western Natural Gas Company

823 MIDLAND TOWER BLDG.
OCT 11 1960

Midland, Texas

October 11, 1960

Re: Application for 320 Acre
Non-Standard Gas Proration
Unit and Unorthodox Location
for the State McDonald Ac #21
well, Yates (Undesignated),
comprising the E/2 of Sec. 24
located 330' from the North
line and 330' from the East
line, T-22-S, R-36-E

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

Gentlemen:

Western Natural Gas Company makes application for Administrative approval for the following purposes:

- A. To authorize for its State McDonald Ac #21 well, Yates (Undesignated), a 320 acre non-standard gas proration unit comprising the E/2 of Sec. 24, T-22-S, R-36-E, Lea County, New Mexico.
- B. To authorize an unorthodox gas well location for the said State McDonald Ac #21 well located 330' from the North line and 330' from the East line of Section 24, T-22-S, R-36-E, Lea County, New Mexico, and in support thereof states the following facts:
 - 1. Western Natural Gas Company is the lessee and operator of a gas lease known as its State McDonald Ac #21, Lea County, New Mexico, as shown on the enclosed plat.

*Booked
Mailed
10-19-60*

2. Western Natural Gas Company proposes that the above described acreage be established as a non-standard 320-acre gas proration unit in exception to Rule 5 (a) of Order R-520.
3. The State McDonald Ac #21, located 330' from the North line and 330' from the East line of Section 24, T-22-S, R-36-E, Lea County, New Mexico, was originally drilled and completed in the Arrowhead Pool by the Ohio Oil Company on March 31, 1941. This well was purchased by Western Natural Gas Company, who owns the gas rights under Section 24, and was plugged back and recompleted in the Yates formation on September 30, 1960. The applicant proposes to use this well as the unit well.
4. The proposed non-standard gas proration unit will meet the requirements of Rule 5 (b) of the Oil Conservation Commission Order R-520 as follows:
 - (a) Contiguous quarter-quarter sections will comprise the unit.
 - (b) The proposed unit lies wholly within a single governmental section.
 - (c) The entire non-standard gas proration unit may reasonably be assumed to be productive of gas.
 - (d) The length or width of the non-standard gas proration unit does not exceed 5280 feet.
 - (e) Western Natural Gas Company is the lessee and operator of the E/2 of Section 24, T-22-S, R-36-E. The proposed unit is shown on the enclosed plat, and by copy of this letter of application, all operators owning interests in this section, and all operators within 1500' of the proposed unit well are notified by certified mail of the intent of Western Natural Gas Company to form the proposed non-standard gas proration unit.

5. The approval of this application will, in the opinion of the applicant, prevent waste, protect correlative rights and serve the best interest of conservation.

In view of the existence of the facts herein stated, and compliance with the provisions of Rule 5 (b) of the Oil Conservation Commission's Order No. R-520, Western Natural Gas Company requests that the Secretary of the Commission approve the above described non-standard gas proration unit and unorthodox location.

Respectfully submitted,

WESTERN NATURAL GAS COMPANY



R. H. McKoy
Division Superintendent

RHM:jh

Certified Mail - Return receipt requested

cc: Paul Wright

Gulf Oil Corporation
P. O. Box 669,
Roswell, New Mexico

Oil Conservation Commission
P. O. Box 2045,
Hobbs, New Mexico

Ohio Oil Company
P. O. Box 2107,
Hobbs, New Mexico

Humble Oil and Refining Company
P. O. Box 2347,
Hobbs, New Mexico

Amerada Petroleum Corporation
P. O. Box 312,
Midland, Texas

NEW MEXICO OIL CONSERVATION COMMISSION

Case 2/1/14

Well Location and Acreage Dedication Plat

Section A.

Date 10-10-60

Operator Western Natural Gas Company Lease State McDonald Ac/2
Well No. 21 Unit Letter A Section 24 Township 22-S Range 36-E NMPM
Located 330 Feet From North Line, 330 Feet From East Line
County Lea G. L. Elevation 3436 Dedicated Acreage 320 Acres
Name of Producing Formation Yates Pool Undesignated

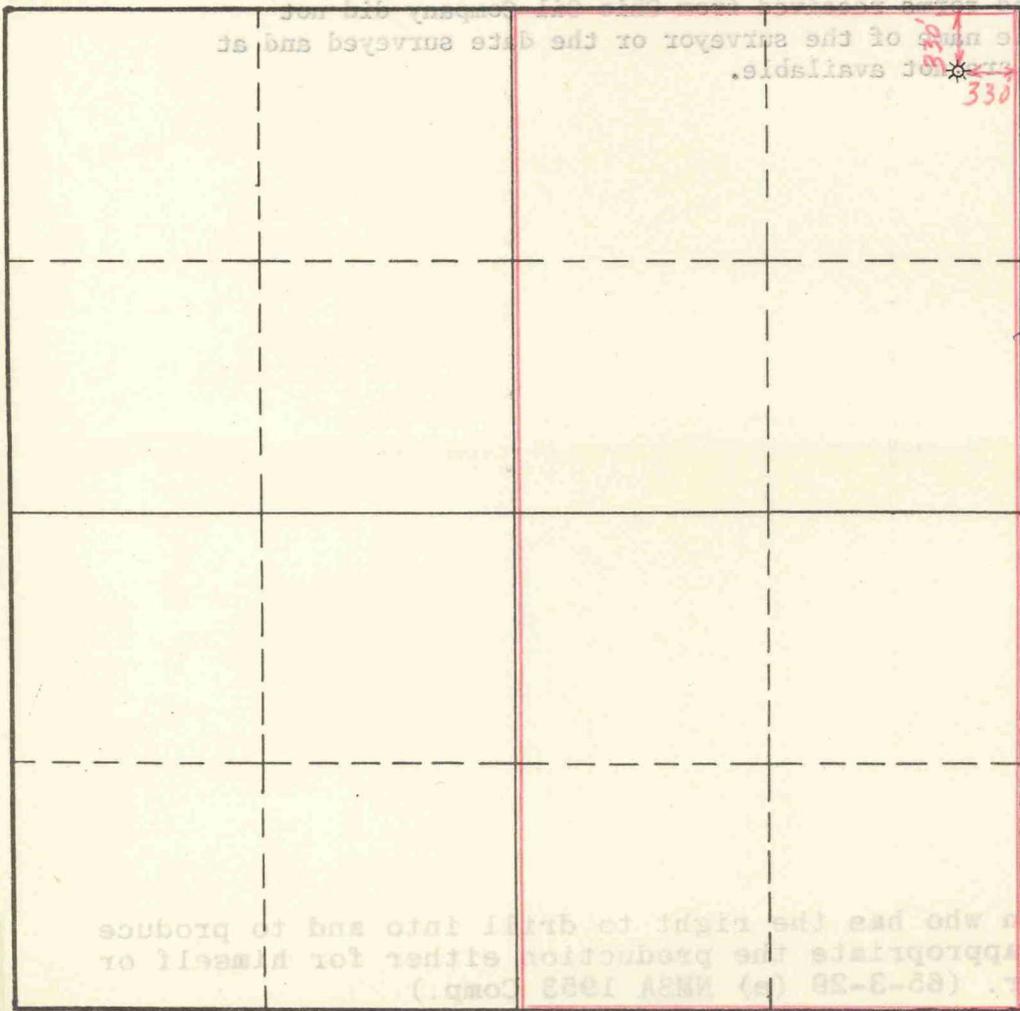
1. Is the Operator the only owner* in the dedicated acreage outlined on the plat below?
Yes No
2. If the answer to question one is "no," have the interests of all the owners been consolidated by communitization agreement or otherwise? Yes No . If answer is "yes," Type of Consolidation _____
3. If the answer to question two is "no," list all the owners and their respective interests below:

Owner

Land Description

* NOTE: This well was completed by Ohio Oil Company on March 31, 1941 in the Arrowhead Pool and produced from said pool up to August 1, 1960 at which time Western Natural Gas Company (who owns the gas rights in Section 24) purchased this well and recompleted it as a gas well in the Yates formation. The records at the well include the name of the surveyor or the date surveyed and at this time not available.

Section B



This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief.

Western Natural Gas Company
(Operator)
[Signature]
(Representative)

823 Midland Tower, Midland, Tex.
Address

This is to certify that the well location shown on the plat in Section B was plotted from field notes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my knowledge and belief.

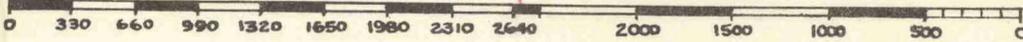
Date Surveyed _____

* See reverse side

Registered Professional
Engineer and/or Land Surveyor.

Certificate No. _____

(See instructions for completing this form on the reverse side)



INSTRUCTIONS FOR COMPLETION:

1. Operator shall furnish and certify to the information called for in Section A.
2. Operator shall outline the dedicated acreage for both oil and gas wells on the plat in Section B.
3. A registered professional engineer or land surveyor registered in the State of New Mexico or approved by the Commission shall show on the plat the location of the well and certify this information in the space provided.
4. All distances shown on the plat must be from the outer boundaries of Section.
5. If additional space is needed for listing owners and their respective interests as required in question 3, Section A, please use space below

* NOTE: This well was completed by Ohio Oil Company on March 31, 1941 in the Arrowhead Pool and produced from said pool up to August 1, 1960 at which time Western Natural Gas Company (who owns the gas rights in Section 24) purchased this well and recompleted it as a gas well in the Yates formation. The records and forms received from Ohio Oil Company did not include the name of the surveyor or the date surveyed and at this time are not available.

* "Owner" means the person who has the right to drill into and to produce from any pool and to appropriate the production either for himself or for himself and another. (65-3-29 (e) NMSA 1953 Comp.)

The Ohio Oil Co.

P. O. BOX 552

MIDLAND, TEXAS

October 21, 1960

Mr. R. H. McKoy
Western Natural Gas Company
823 Midland Tower Building
Midland, Texas

Dear Sir:

We have received a copy of your application to the New Mexico Oil Conservation Commission for a 320-acre non-standard gas proration unit and unorthodox location for your State McDonald A/C No. 21 well in Section 24 of Township-22-South, Range-36-East. You are asking that said well be designated as a Jalmat gas well.

The Ohio Oil Company has reviewed your application and has no objection.

Yours very truly,



Coe S. Mills
Coe S. Mills
District Manager

MR

W A I V E R

WE HAVE BEEN advised of an application of the Western Natural Gas Company for a 320-acre non-standard gas proration unit, consisting of the E/2 of Section 24, T-22-S, R-36-E, Lea County, New Mexico, and an unorthodox location for the State McDonald Ac 21 well, an undesignated Yates well, 330' FN and E lines of the Section. This is to indicate that we have no objection to this application

Company: Humble Oil & Refining Co.

Date: Dec. 20, 1960

ub By: H P Hensley