

TEXAS PACIFIC COAL AND OIL COMPANY

MIDLAND, TEXAS

APRIL 17, 1963

New Mexico Oil Conservation Commission
Box 871
Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr.

Re: Texas Pacific Coal and Oil Company's application for a hearing to grant a 320-acre non-standard gas proration unit for its State "A" A/c-1 Well No. 6 in Section 21, Township 23 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico.

Gentlemen:

Texas Pacific Coal and Oil Company respectfully requests an Examiner Hearing under the provisions of Rule 5 (C) of General Rules and Regulations for Prorated Gas Pools in Southeastern New Mexico of Order No. R-1670 for the formation of a 320 acre non-standard gas proration unit for its State of New Mexico "A" A/c-1 Well No. 6, located 2310' from the North line and 1650' from the West line - the SW/4 NW/4 - of Section 21, Township 23 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico.

The proposed unit is to consist of the NW/4 of Section 21 and the NE/4 of Section 20, both in Township 23 South, Range 36 East. Since this proposed unit will cross section lines, it is contrary to Rule 5 (C) - 3 which states that the unit should be wholly within a single governmental section. However, in support of this request we would like to point out that the proposed non-standard gas proration conforms with the other requirements of said Rule 5 (C) as follows:

1. The proposed non-standard proration unit consists of less acreage than a standard proration unit.
2. Said unit consists of contiguous quarter-quarter sections.
3. The entire proposed unit may be reasonably presumed to be productive of gas.
4. The length or width of the unit does not exceed 5280 feet.
5. Copies of this application have been furnished this date by registered mail to all offset operators and all operators within 1500 feet of said well.

The 320 acres involved in the proposed gas proration unit for Well No. 6 are presently assigned as follows:

State "A" A/c-1 Well No. 3 (1650' from the North line and 330' from the West line of Section 21) - NE/4 of Section 20 and W/2 NW/4 of Section 21 (240 acres).

State "A" A/c-1 Well No. 4 (330' from the North line and 1660' from the West line of Section 21) - NE/4 NW/4 of Section 21 (40 acres).

State "A" A/c-1 Well No. 6 (2310' from the North line and 1650' from the West line of Section 21) - SE/4 NW/4 of Section 21 (40 acres)

A plat is attached hereto showing to the best of my knowledge and belief the proposed unit, the location of the wells and the offset ownership.

DOCKET MAILED

In view of the facts set out herein, it is respectfully requested that the Commission grant an Examiner Hearing to hear evidence in order that it might approve the non-standard gas proration unit for Texas Pacific Coal and Oil Company's State of New Mexico "A" A/c-1 Well No. 6 as described above.

Yours very truly,

TEXAS PACIFIC COAL AND OIL COMPANY

By John Yuronka
John Yuronka, Division Engineer

THE STATE OF TEXAS X

COUNTY OF MIDLAND X

Subscribed and sworn to before me, the undersigned authority, by John Yuronka, on this 17th day of April, 1963, to certify which witness my hand and seal of office.

FLOYD BECK
Notary Public in and for Midland
County, Texas

Copies by Registered Mail to:

Bogle Oil Company
C/o Oil Reports & Gas Services
Box 763
Hobbs, New Mexico

Continental Oil Company
P. O. Box 1377
Roswell, New Mexico

Gulf Oil Corporation
P. O. Drawer 1938
Roswell, New Mexico

Sinclair Oil and Gas Company
P. O. Box 1470
Midland, Texas

Socony Mobil Oil Co., Inc.
P. O. Box 2406
Hobbs, New Mexico