

NEW MEXICO
OIL CONSERVATION COMMISSION
AZTEC, NEW MEXICO

*File in Mr. Carr
Box #1 Thomas*

December 8, 1955

Mr. Johnston Jeffries
Aztec, New Mexico

Dear Sir:

Reference is made to your letter of November 28, 1955 to the Oil Conservation Commission regarding lease hold interests of Mr. and Mrs. Wilbur Bacon in the NE $\frac{1}{4}$ Section 9-30N-11W. We have examined Commission records and find the following facts to be true:

Case No. 542 was called for open hearing before the Commission June 16, 1953 and had to do with the establishment of non-standard units in the NE $\frac{1}{4}$ Section 9 and the NW $\frac{1}{4}$ Section 10-30N-11W. Applicant was W.P. Carr of Dallas, Texas. Thirty days prior to this hearing the application was published in the Farmington Daily-Times. His application stated that he had made diligent effort to obtain leases upon additional lands in said quarter-sections and had been unable to do so. He requested the establishment of a non-standard unit in the NE $\frac{1}{4}$ Section 9 containing 93 acres, more or less. His application was granted by Order R-344, date of approval being July 13, 1953. On December 3, 1954, Mr. Carr filed a Gas Well Plat with this office showing that subsequent to the hearing he had acquired leases on additional acreage in the NE $\frac{1}{4}$ Section 9 to the extent that 116.57 acres was under lease. The balance of the 160 acres was not leased and includes the 5 acres belonging to Mr. and Mrs. Bacon. Order No. R-344, which granted him this non-standard unit, also states that the owner or holder of mineral rights to any acreage not committed to said drilling unit and lying within the outer boundaries of said quarter-section may at his election commit such acreage to said drilling unit and obtain his equitable share in the production from any well or wells drilled thereon and upon such terms as are just and reasonable. Therefore, if your client is desirous of joining the drilling unit so that he may recover his share of the royalty interest he may do so under terms of the order.

The above well was drilled in September and October, 1953 and began delivering gas June 10, 1954.

I hope that you will find the above information of assistance to you. If you need any further help, please let us know.

Yours very truly

ECA:ks
cc: Oil Conservation Commission
Santa Fe, N.M.

Emery C. Arnold
Supervisor, District #3

OTHER USES: BINA