

THE ATLANTIC REFINING COMPANY
PETROLEUM PRODUCTS

Midland, Texas

Domestic Producing Department

NSP 395
ENC 10-9-57
MAIN OFFICE OCC

1957 SEP 9

PM

Address Reply to:
P. O. Box 871
Midland, Texas

August 28, 1957

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

Re: Application for Administrative
Approval of a 240-Acre Non-Standard
Gas Proration Unit, Eumont Gas Pool,
Comprised of SW 1/4 and the S 1/2
SE 1/4 of Section 5, T-21S, R-36E,
Lea County, New Mexico

ILLEGIBLE

Gentlemen:

The Atlantic Refining Company respectfully requests administrative approval under provisions of Rule 5 (b) of NMOCC Order No. R-520 for a non-standard gas proration unit for its State "G" No. 1 well, located 560' from the south line and 1980' from the west line of Section 5, T-21S, R-36E, Eumont Pool, Lea County, New Mexico. The proposed non-standard gas proration unit is to consist of the 240 acres comprising the SW 1/4 and the S 1/2 SE 1/4 of the above described section. Upon approval of this non-standard unit, it is requested that the New Mexico Oil Conservation Commission Administrative Order NSP-38 dated December 18, 1954, be cancelled.

In support of this application, the following facts are submitted:

1. The Atlantic Refining Company is the owner and operator of oil and gas leases known as the Atlantic State "E" and State "G" leases which cover the SW 1/4 of Section 5, T-21S, R-36E, Lea County, New Mexico, and that the Atlantic Refining Company and the Tidewater Oil Company are the owners and The Atlantic Refining Company the operator of an oil and gas lease known as the Atlantic - Tidewater State "C" lease which covers the S 1/2 SE 1/4 of Section 5, T-21S, R-36E, Lea County, New Mexico.
2. The Atlantic Refining Company's State "G" No. 1 well was dually completed November 1, 1954, as a gas-oil dual in the Eumice-Monument and Eumont Pools in accordance with the New Mexico Oil Conservation Commission Order EC-31.
3. A plat is attached hereto showing the proposed 240 acre non-standard gas proration unit, the location of the Atlantic State "G" No. 1 well, and the location of offset wells.
4. The proposed non-standard gas proration unit complies with the provisions of Rule 5 (b) of Order R-520 in that

- (a) it is composed of contiguous quarter-quarter sections,
- (b) it lies wholly within a single governmental section,