May 26, 1955

Mr. Jerry Covington P. O. Box 746 Midland, Texas

Re: Jerry Covington #2 Federal Jalmat Gas Pool

Dear Sir:

Reference is made to your letter of May 23, 1955, pertaining to overproduction of gas from the above-captioned well. The Commission has delayed the actual reclassification of this well until June 1, 1955. On that date your well will be carried as a gas well in the Jalmat Gas Pool and will be removed from the Oil Proration Schedule (Cooper-Jal Pool). The gas allowable to be assigned this well is to be based on your 120-acre proration unit.

With regard to your anticipated overproduction of this well due to the possibility of the well logging-off with water, the Commission will not order the well shut-in, due to overproduction, any time before January 1, 1956. If on that date the well has a considerable amount of overproduction it may be necessary for us to take some other action. However, until that time you are authorized to produce the well in the manner you deem advisable.

For your information, in order for you to run the oil produced by this well it will be necessary for you to request a supplementary oil allowable from our proration office at Hobbs. Please contact our proration manager, Mr. A. L. Porter at Hobbs, for instructions.

Very truly yours,

W. B. MACEY Secretary-Director

WBM:jh
cc: Oil Conservation Commission, Hobbs
El Paso Natural Gas Co., Jal

MAIN OFFICE OCC OIL CONSERVATION COMMISSION

1955 APR 15 PM 1:40

BOX 2045

HOBBS, NEW MEXICO

	DATE 4/13/55
	DATE 4/ ±2/ 22
MR. W. E. MACEY OIL CONSERVATION COMMISSION BOX 871 SANTA FE, NEW MEXICO	RE: PROPOSED NSP <u>135</u>
	DDODOGED MGI
Dear Mr. Macey:	PROPOSED NSL
I have examined the application	n dated March 30, 1955
for the <u>Jerry Covington</u> Operator	Federal #2-L 31-25-37
Operator	Lease and Well No. S-T-R
and my recommendations are as	follows:
OK_RFM	
OK-SJS	
	Yours very truly,
	OIL CONSERVATION COMMISSION
120 acres Lots 3 and 4 and NE/SW of Sec. 31	Stanley J. Stanley Engineer

00:000-Habbs

NSP-138 aue 4/30/55

MAIN OFFICE OCC

Box 746 Midland, Texas March 30, 1955

1955 MAR 131 AN 8:41

File: L-14

Subject: Application for exception to Rule 5 (a) order No. R-520,
Jerry Covington No. 2 Federal,
Jalmat Field.

Mr. W. B. Macey
N. M. Oil Conservation Commission
Box 871
Santa Fe. New Mexico

Dear Sir:

Under the provisions of Commission Order No. R-520, Rule 5 (b), delegating the Secretary of the Commission authority to grant exceptions to the requirements of Rule 5 (a) without notice and hearing for a non-standard gas proration unit, Jerry Covington hereby applies for an exception to this rule for Federal No. 2, Jalmat Field.

In support of the above application, the following data are furnished:

Federal No. 2 is located 1980' from south line and 660's from west line of Section 31, T-25-S, R-37-E. It was originally completed as a Cooper-Jal Field well in March, 1952. It is producing from the Yates sand through perforations at 2884-2978 and 3067-3077 feet.

With regard to the exception to Rule No. 5 (a), I wish to state the following:

- 1) That the proposed non-standard gas proration unit of 120 acres, consisting of lots 3 and 4 and the NE/4 of the SW/4 Section 31, T-25-S, R-37-E, is 3/4 of a standard governmental quarter section.
- 2) That the proposed non-standard gas proration unit lies wholly within a single governmental section.
- 3) That the entire proposed non-standard gas proration unit may reasonably be presumed to be productive of gas.
- 4) That the length or width of the proposed non-standard gas proration unit does not exceed 5280.
- 5) That the entire proposed non-standard gas proration unit lies within the horizontal limits of the Jalmat Gas Pool.

Mr. W. B. Macey N. M. Oil Conservation Commission Santa Fe, New Mexico Page 2 - March 30, 1955

6) That by copy of this letter of application all operators owning interest in the section in which the non-standard gas proration unit is situated and which acreage is not included in said non-standard gas proration unit and all operators owning interest within 1500' of the well have been notified by registered mail of this application.

Very truly yours,

verry devington

Subscribed and sworn to before me this 30th day of March, 1955, to certify which witness my hand and seal of office.

Notary Public in and for Midland County, Texas.

JC:brk

cc: Continental Oil Co.

Box 427

Hobbs, New Mexico

Skelly Oil Co.

Box 38

Hobbs, New Mexico

R. Olsen Oil Co.

Box 691

Jal, New Mexico

Ralph Lowe

Box 832

Midland, Texas

Stanolind Oil & Gas Co.

Box 68

Hobbs, New Mexico

Oil Conservation Commission

Box 2045

Hobbs, New Mexico

