

J. R. CONE

ROOM 1706 - GREAT PLAINS LIFE BLDG.

LUBBOCK, TEXAS

June 1, 1956

Mr. A. L. Porter, Secretary
Oil Conservation Commission
State of New Mexico
P. O. Box 871
Santa Fe, New Mexico

Re: Application by J. R. Cone for
120-acre Non-Standard Gas Pro-
ration Unit, Jalmat Gas Pool.

Dear Sir:

Comes now J. R. Cone, an independent producer with offices in Lubbock, Texas, who respectfully requests approval of a non-standard gas proration unit as an exception to those provisions of Order No. R-520 which pertain to the Jalmat Gas Pool, and in support thereof does state:

1. Applicant is the owner of oil and gas operating rights under all of the E/2 SE/4 and NW/4 SE/4 of Section 22, T-24-S, R-36-E, NMPM, Lea County, New Mexico, being 120 acres more or less, said lease being known as the J. R. Cone Magnolia-Myers lease.

2. Applicant completed his Magnolia-Myers No. 4 well on April 18, 1956 as a dry gas producer from the Yates formation at a location 1980 feet from the South line and 660 feet from the East line of the said Section 22. Three other wells have been drilled on the above-described 120-acre lease, all having been completed originally in the Seven Rivers formation. Two of these wells have been permanently abandoned. The third well, now known as Magnolia Petroleum Company's Myers Well No. 1, stands shut in after becoming depleted in the Seven Rivers formation and subsequent efforts to establish Yates gas production therein failed.

3. The said J. R. Cone Magnolia-Myers No. 4 well encountered the Yates formation at a depth of 3154 feet and is completed in the Yates formation through casing perforations between 3154 feet and 3308 feet.

4. The aforesaid well therefore is located within the vertical and the horizontal limits of the Jalmat Gas Pool as defined in the regulations of the Oil Conservation Commission.

5. It is impractical at this time to pool Applicant's said lease with adjoining acreage in the Jalmat Gas Pool.

6. Applicant respectfully requests that all of the E/2 SE/4 and NW/4 SE/4 of Section 22, T-24-S, R-36-E, NMPM be designated as a 120-acre gas proration unit for J. R. Cone Magnolia-Myers Well No. 4 in exception to Rule 5 (a) of Order No. R-520.

copy - OCO
1955 JUN
Hester
6/17/56 AM 8:18
MAIN OFFICE OCO

NSP-275
JRM 7/4/56

per Rule 5 (b) R-520

1980' FSL
660' FEZ

Page 2. Application of J. R. Cone for 120-acre non-standard gas proration unit for his Magnolia-Myers Well No. 4, Jalmat Gas Pool.

7. Creation of the proposed non-standard gas proration unit and the assignment of the acreage therein to the above-mentioned well is in the interest of conservation and will protect correlative rights.

8. A plat showing the said lease and well together with offset ownership is attached hereto.

9. A copy of this application with plat attached has been mailed to each offset operator to the said lease, to wit:

✓ Phillips Petroleum Co.
P. O. Box 2105
Hobbs, New Mexico

✓ R. Olsen Oil Co.
Drawer Z
Jal, New Mexico

✓ Stanolind Oil & Gas Co.
P. O. Box 68
Hobbs, New Mexico

Respectfully submitted,

J. R. Cone

By:

L. O. Storm
L. O. Storm, Agent

I hereby certify that the information contained in this application and shown on the plat attached hereto is true and correct to the best of my knowledge and belief.

L. O. Storm

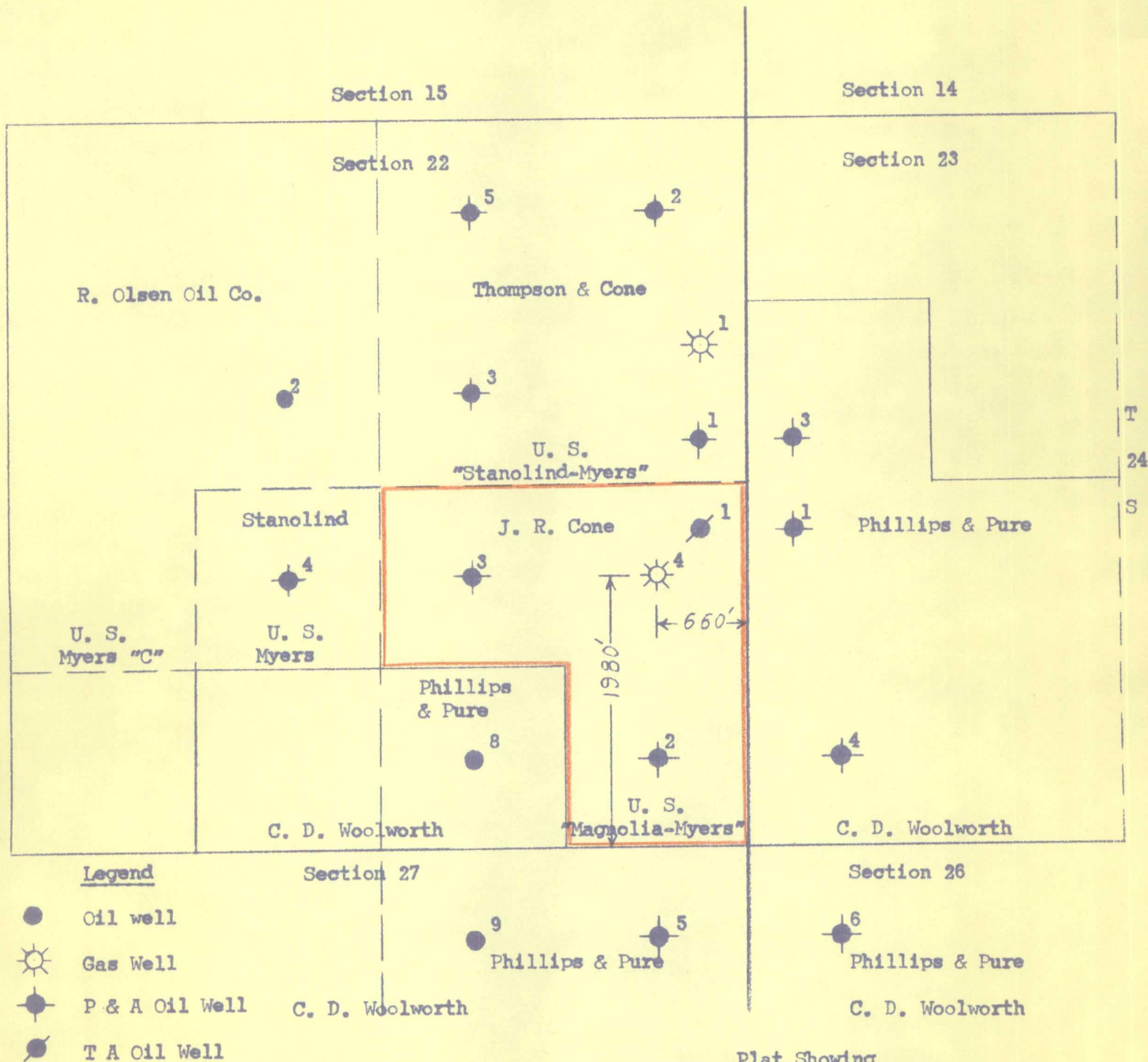
Sworn to and subscribed before me this first day of June, 1956.

Charles J. McCormally

Notary Public in and for Lea County, New Mexico

MY COMMISSION EXPIRES AUG. 9, 1958

Range 36 East



Plat Showing
 J. R. Cone Magnolia-Myers Lease
 E/2 SE/4 and NW/4 SE/4
 Section 22, T-24-S, R-36-E, NMPM
 JALMAT GAS POOL
 Lea County, New Mexico

To Accompany Application For
 120-Acre Non-Standard Gas Proration Unit
 For J. R. Cone Magnolia-Myers Well No. 4
 Scale 1" = 1000'