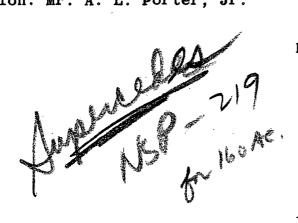
MAIN OFFICE CEI Paso Natural Gas Company WINDS

1956 SEP CHIM: 08 El Paso, Texas

CC. When Committed

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

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



Application of El Paso Natural Re: Gas Company for Administrative approval of a 320 acre Non-Standard Gas Proration Unit in the Eumont Gas Pool for the El Paso Natural Gas Company-Shell State #12 Well which is located in the SW/4 SE/4 of Section 36, Township 21 South, Range 36 East, N.M.P.M., Lea County, New Mexico

Gentlemen:

El Paso Natural Gas Company respectfully requests Administrative approval under the provisions of Rule 5 (b) of Order No. R-520 of a Non-Standard Gas Proration Unit of 320.00 acres, more or less, comprising the S/2 of Section 36, Township 21 South, Range 36 East, N.M.P.M., Eumont Gas Pool, Lea County, New Mexico, and in support thereof states the following facts:

- That on December 2, 1955 El Paso Natural Gas Company applied for Administrative Approval for a 160 acre Non-Standard Proration Unit in the Arrow Pool consisting of the SE/4 of Section 36, Township 21 South, Range 36 East, N.M.P.M., and by N.S.P. Order 219 said Application was granted by the New Mexico Oil Conservation Commission.
- 2. That as of March 26, 1956 the S/2 of Section 36, Township 21 South, Range 36 East, N.M.P.M., was communitized in order to form a 320 acre unit for the Shell State #12 Well.
- That El Paso Natural Gas Company is the operator of said communitized tract.

Page #2 New Mexico Oil Conservation Commission Santa Fe, New Mexico

- 4. That El Paso Natural Gas Company completed the El Paso Natural Gas Company-Shell State #12 Well in the SW/4 SE/4 of said Section 36, on November 13, 1955, with an Initial Potential of 42,500 MCF A.O.F. This well is located 660 feet from the South line and 1980 feet from the East line of said Section 36.
- 5. That the proposed Non-Standard Gas Proration Unit will meet the requirements of Rule 5 (b) of Order No. R-520 in that the proposed unit consists of contiguous quarter—quarter sections within a single governmental section, that the length or width thereof does not exceed 5280 feet, and that the entire area of the proposed unit lies within the horizontal limits of the Eumont Gas Pool and may reasonably be presumed to be productive of gas.
- 6. That by copy of this Letter of Application, all of the other operators owning an interest in the section in which the proposed Non-Standard Proration Unit is situated and all operators owning an interest within 1500 feet of the well have by registered mail been notified.
 - 7. That a plat showing the acreage to be dedicated to the proposed Non-Standard Gas Proration Unit, the location of the said well, and the offset ownership is attached hereto.
 - 8. El Paso Natural Gas Company wishes to advise the Commission that it is its intention to use this well as the unit well.

In view of the existence of the facts herein stated and in compliance with the provisions of Rule 5 (b) of Order No. R-520, El Paso Natural Gas Company requests Administrative approval of said proposed Non-Standard Gas Proration Unit.

Respectfully submitted,

EL PASO NATURAL GAS COMPANY

R. L. Hamblin, Manager

Lease Department

Page #3 New Mexico Oil Conservation Commission Santa Fe, New Mexico

THE STATE OF TEXAS)
COUNTY OF EL PASO)

On this 24th day of August, 1956, before me personally appeared R. L. HAMBLIN, to me known to be the person who executed the foregoing letter and states that the foregoing statements are true to the best of his knowledge and belief.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on this day and year first above written.

My Commission Expires:

June 1, 1957

Notary Public in and for the State of Texas, County of

El Paso HELEN ADAMS

Motary Public, in and for El Paso County, Texas By commission expires June 1, 1957

Registered Mail cc:-

New Mexico Oil Conservation / Commission (3)
P. O. Box 871
Santa Fe, New Mexico

Gulf Oil Corporation P. O. Box 1290 Fort Worth, Texas

Continental Oil Company P. O. Box 427 Hobbs, New Mexico

Stanolind Oil and Gas Company P. O. Box 899 Roswell, New Mexico

Standard Oil Company of Texas P. O. Box 1249 Houston 1, Texas

Mr. Jack Markham 1114 Tenth Street Lubbock, Texas The Ohio Oil Company P. O. Box 552 Midland, Texas

New Mexico Oil Conservation Commission P. O. Box 2045 Hobbs, New Mexico

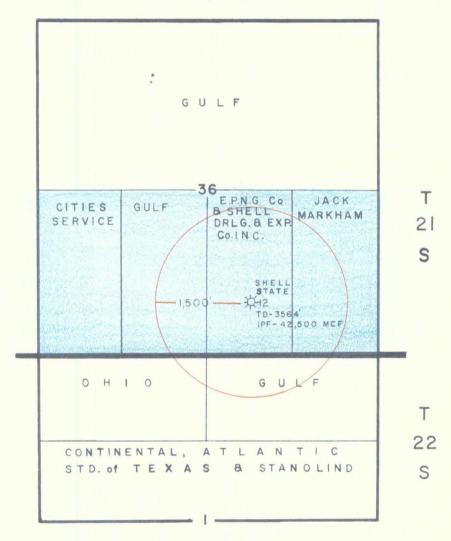
Cities Service Oil Company P. O. Box 97 Hobbs, New Mexico

Shell Oil Company
P. O. Box 1957
Hobbs, New Mexico

The Atlantic Refining Company P. O. Box 871 Midland, Texas

Drilling and Exploration Co., Inc. 800 San Jacinto Bldg. Houston 2, Texas

R 36 E



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In reply refer to: Unit Division October 30, 1956

El Paso Natural Gas Company P. O. Box 1492 El Paso, Texas

Re: Enlargement of Shell State
No. 12 Well Communitization \$\frac{5}{2}\$ of Section 36-21\$-36\$\text{E},
Lea County, New Mexico

Attention: Mr. J. C. Nusbaum
Area Landman, Lease Department

Gentlemen:

We are enclosing five copies of your Shell State No. 12 Well Communitization Agreement, which enlarges the communitized area to embrace all of the S/2 of Section 36-215-36E, as indicated by Administrative Order NSP-321 of the New Mexico Oil Conservation Commission issued October 5, 1956, and approved by the Commissioner of Public Lands on October 30, 1956.

Your five-dollar filing fee is acknowledged herewith, and Official Receipt will be mailed to you within a few days.

Very truly yours,

E. S. WALKER Commissioner of Public Lands

MMR/m enc: 5

cc: OCC-Santa Fe OCC-Hobbs