TEXAS PACIFIC COAL AND OIL COMPANY MIDLAND, TEXAS

MAY 6, 1960

New Mexico Oil Conservation Commission Box 871 Santa Fe, New Mexico

Re: Texas Pacific Coal and Oil Company's application for 120 acre and 320 acre non-standard gas proration units in " Section 5, Township 22 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico.

Gentlemen:

Texas Pacific Coal and Oil Company respectfully requests approval under the provisions of Rule 5(b) of the Special Rules and Regulations for the Jalmat Gas Pool of Order No. R-520 for the formation of 120 acre and 320 acre non-standard gas proration units for its State "A" a/c-2 Well #44 and State "A" a/c-2 Well #41, respectively, both wells being located in Section 5, Township 22 South, Range 36 East, Lea County, New Mexico.

State "A" a/c-2 Well #44 is located 1980' from the north and west lines of said section and has recently been completed as an oil well in the South Eunice Pool. An Application for Dual Completion dated April 26, 1960, has been filed with the New Mexico Oil Conservation Commission on this well with proper notification to offset operators. When approval of the above-mentioned application is received, State "A" a/c-2 Well #44 will be dual completed in the Yates formation of the Jalmat Gas Pool. The proposed 120 acre gas proration unit will consist of the E/2 NW/4 and the SW/4 NW/4 of Section 5.

State "A" a/c-2 Well #41 is located 660 from the south and west lines of Section 5 and has been producing gas from the Jalmat Gas Pool since February, 1953, on a 480 acre non-standard gas proration unit consisting of the S/2 and the NW/4 of said section. The proposed 320 acre gas proration unit will consist of the S/2 of Section 5.

In support of this request, the following requirements of said Rule 5(b) are conformed to for the proposed non-standard gas proration units:

- 1. Said units consist of contiguous quarter-quarter sections.
- 2. Said units lie wholly within a single governmental section.
- 3. Said units may reasonably be presumed to be productive of gas.
- 4. The length or width of said units does not exceed 5280 feet.
- 5. Copies of this application have been furnished this date by registered mail to all offset operators and all operators within 1500 feet of said wells.

Texas Pacific further respectfully requests that contingent upon the approval of this application, the above-mentioned 480 acre non-standard gas proration unit for State "A" a/c-2 Well #41 remain in effect.

A plat is attached hereto showing to the best of our knowledge and belief the proposed unit, the location of the wells and the offset ownership.

In view of the facts set out herein, it is respectfully requested that the Commission grant administrative approval of the non-standard gas proration units for Texas Pacific Coal and Oil Company's State "A" a/c-2 Wells #44 and #41.

Yours very truly,

TEXAS PACIFIC COAL AND OIL COMPANY

Yuronka, Division Engineer

THE STATE OF TEXAS

COUNTY OF MIDLAND

Subscribed and sworn to before me, the undersigned authority, by JOHN YURONKA, on this 6th day of May, A. D. 1960, to certify which witness my hand and seal of this office.

LLOYD BECK

Notary Public in and for Midland

County, Texas

Copies by Registered Mail to:

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

Continental Oil Company 825 Petroleum Building Roswell, New Mexico

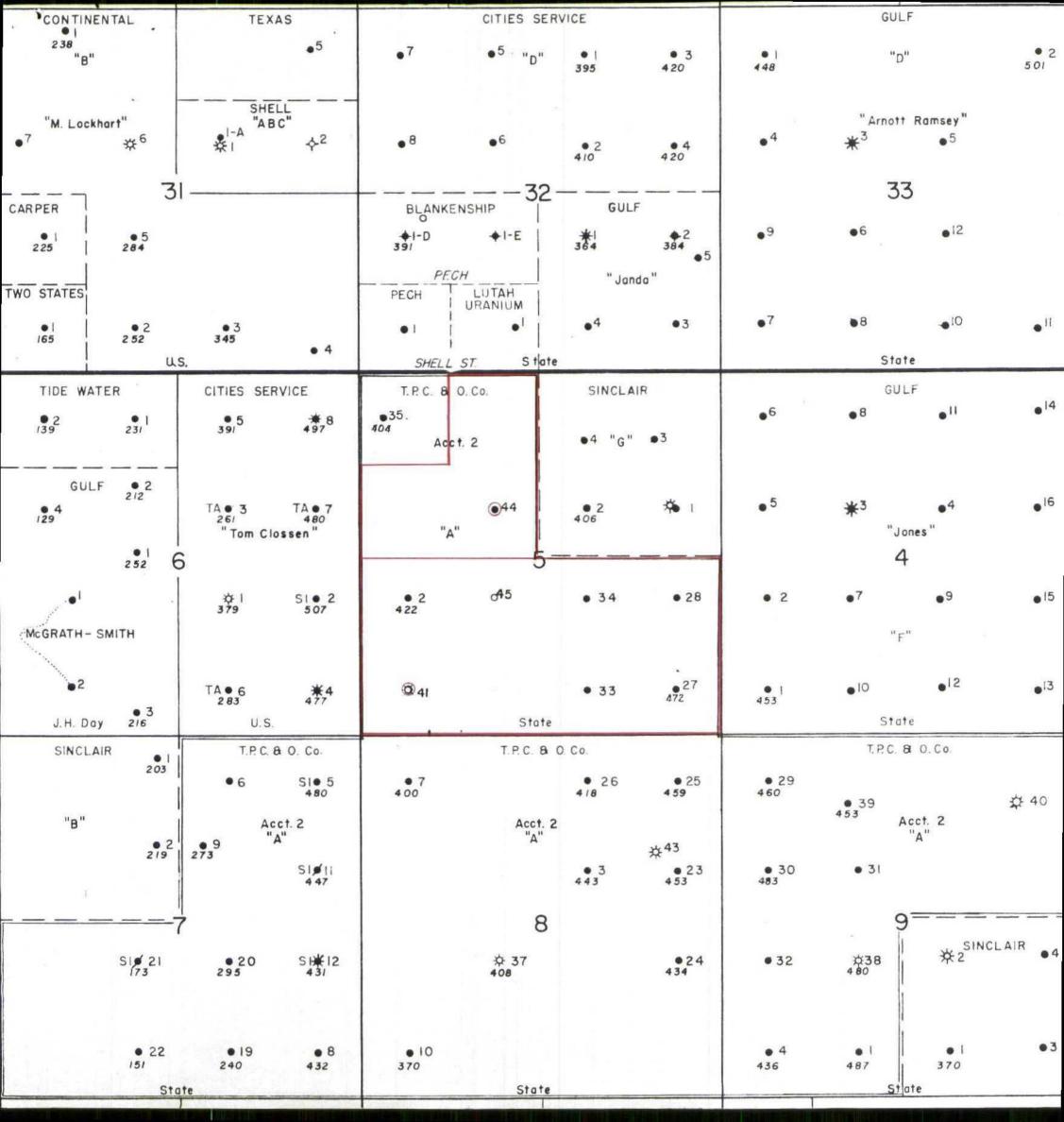
Gulf Oil Corporation P. O. Drawer 669 Roswell, New Mexico

Sinclair Oil and Gas Company P. O. Box 1470 Midland, Texas

Pech Oil Company 310 Phillips Building Odessa, Texas

Blankenship Oil Company 330 College Avenue Lubbock, Texas

Lutah Uranium and Oil Company 116 North Main Street Roswell, New Mexico



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