

SHELL OIL COMPANY

Box 1957  
Hobbs, New Mexico

May 14, 1954

Subject: Application for Unorthodox  
Gas Proration Unit, Shell  
Livingston Lease, Blinebry  
Gas Pool, Lea County,  
New Mexico

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

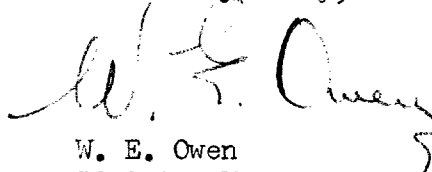
Gentlemen:

Shell Oil Company respectfully submits application for an unorthodox gas proration unit for its Livingston 9 well in the Blinebry Gas Pool. Further, it is requested that this matter be considered at the next regular statewide hearing on June 16, 1954.

The following data is offered in support of this application:

1. Shell Oil Company is the owner and operator of the 320-acre Livingston lease which includes the NE/4 SW/4, S/2 SW/4 and the SW/4 SE/4 of Section 3, T-21-S, R-37-E, Lea County, New Mexico, as shown on the attached plat.
2. Shell Oil Company proposes that the above described acreage be established as an unorthodox 160-acre gas proration unit in exception to Rule 7 (a) of Order R-372A.
3. Shell Livingston 9, located 915 feet from the south line and 2208 feet from the west line of Section 3, T-21-S, R-37-E, Lea County, New Mexico, was completed as a Blinebry (gas) - Drinkard (oil) dual well December 23, 1952. Permission to dually complete this well in the Blinebry Gas Pool and the Drinkard Pool was granted by the Oil Conservation Commission in Order R-226 dated November 28, 1952.
4. No other Blinebry gas well is completed on the 160-acre proration unit proposed under this application.

Yours very truly,



W. E. Owen  
Division Manager