JOHN M. KELLY Box 5671 Roswell, New Mexico

June 27, 1955

Subject: Application for Non-Standard Gas Proration Unit Eumont Gas Pool Lea County, NewMexico

New Mexico Oil Conservation Commission P. 0. Box 871 Santa Fe, New Mexico

Attention: Mr. W. B. Macey:

Gentlemen:

It is requested that a hearing be set on the application of John M. Kelly for an exception to Rule 5 (a) of that part of New MexicoOil Conservation Commission Order No. R-520 pertaining to the Eumont Gas Pool, Lea County, New Mexico. Exception to this rule will be sought for the purpose of forming a non-standard gas proration unit comprising the south one-half of section 12, T. 19 S., R. 36 E, and the NaSW2, Sec.7, T. 19 S., R. 37 E. This non-standard unit would be assigned for gas allocation purposes to John M.Kelly's Phillips State No. 1, located 660 feet from the east line and 660 feet from the south line of Section 12, T. 19 S., R. 36 E.

The reference well was originally completed in February 1953, as a gas well in the Eumont Gas Pool. For allocation purposes, it is currently assigned proration unit comprising the SEt of Section 12, T. 19 S., R. 36 E.

The entire proposed unit may reasonably be presumed to be productive of gas, and lies within the horizontal limits of the Eumont Gas Pool, as defined by the Commission.

Yours very truly,

JOHN M. KELLY

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