

SHELL OIL COMPANY

Box 1957
Hobbs, New Mexico

AIR MAIL

February 20, 1956

Subject: Application by Shell Oil Company
and R. Olsen Oil Company for
240-Acre Non-Standard Gas Proration
Unit in Section 36-24S-36E,
Jalmat Gas Pool, Lea County,
New Mexico

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

Attention: Mr. W. B. Macey

Gentlemen:

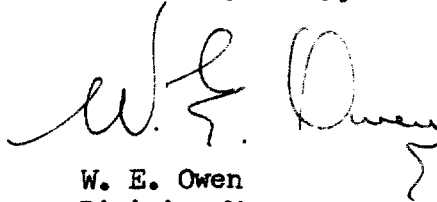
By this letter of application, Shell Oil Company and R. Olsen Oil Company request approval of a 240-acre non-standard gas proration unit in Section 36-24S-36E, Jalmat Field, Lea County, New Mexico, and in support thereof, state the following facts:

- (1) Shell State 1-A, located 380 feet from the north and west lines of Section 36, is currently assigned a 160-acre gas proration unit consisting of the NW/4 of Section 36.
- (2) The applicants propose to increase the gas unit size to 240 acres which shall include the W/2 W/2, SE/4 NW/4, and NE/4 SW/4 of Section 36, as per Communitization Agreement between Shell Oil Company and R. Olsen Oil Company.
- (3) The proposed non-standard gas proration unit has the same royalty interest, The State of New Mexico.
- (4) The proposed non-standard gas proration unit lies wholly within a governmental section.
- (5) The length or width of the proposed non-standard gas proration unit does not exceed 5280 feet.
- (6) The proposed non-standard gas proration unit may reasonably be presumed to be productive of gas.

- (7) The entire proposed non-standard gas proration unit is within the horizontal limits of the Jalmat Gas Pool.
- (8) The attached plat shows the boundary of the proposed non-standard gas proration unit and the offset ownership.
- (9) By copy of this letter of application, all operators owning interest in the section in which the proposed non-standard gas proration unit is situated and all operators owning interest within 1500 feet of Shell's State 1-A have been notified by certified mail of this application.

Therefore, Shell Oil Company and R. Olsen Oil Company request that the foregoing application for a non-standard gas proration unit be heard before the New Mexico Oil Conservation Commission in Santa Fe, New Mexico, at the regularly scheduled March meeting.

Yours very truly,

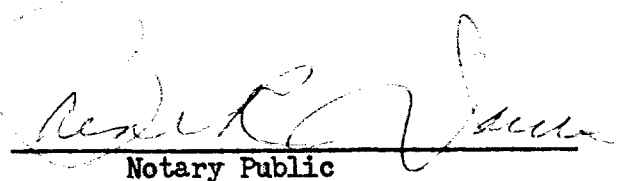


W. E. Owen
Division Manager

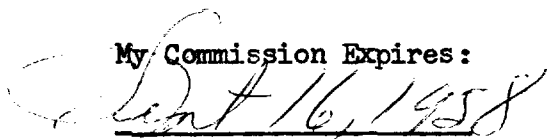
Attachment

STATE OF NEW MEXICO,)
 :SS
COUNTY OF LEA.)

Subscribed and sworn to before me this 20th day of February,
1956.


Notary Public

My Commission Expires:



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

R. Olsen Oil Company
2805 Liberty Bank Building
Oklahoma City, Oklahoma

Anderson-Prichard Oil Corporation
Liberty Bank Building
Oklahoma City, Oklahoma

Mr. W. H. Black
P. O. Box 174
Midland, Texas

Mr. Jack Campbell
J. P. White Building
Roswell, New Mexico

Cities Service Oil Company
Empire-Masonic Building
Bartlesville, Oklahoma

Continental Oil Company
P. O. Box 431
Midland, Texas

Gulf Oil Corporation
P. O. Box 1667
Hobbs, New Mexico

Humble Oil & Refining Company
P. O. Box 1600
Midland, Texas

Mr. John M. Kelly
P. O. Box 5671
Roswell, New Mexico

Neal & Girand
116 North Turner
Hobbs, New Mexico
Attn: Mr. W. D. Girand

Mr. R. Olsen
2811 Liberty Bank Building
Oklahoma City, Oklahoma

Phillips Petroleum Company
Permian Building
Midland, Texas

Southern California Petroleum
Corporation
Suite 905, Petroleum Life Building
Midland, Texas

The Texas Company
P. O. Box 1270
Midland, Texas

Tide Water Associated Oil Company
P. O. Box 731
Tulsa, Oklahoma

Western Natural Gas Company
823 Midland Tower
Midland, Texas

Magnolia 1/2

Humble

N. 30° E

Olsen to 4000
Mag. 0 Rts

Gulf
"Woolworth"

R. Olsen

Harrison

Van Zandt

Woolworth

U.S.

R. Olsen

35

Shell
B-10709

R. Olsen O. Co.

So. Cal. Pet. Corp

Shell
B-10709

Shell
B-1167

"McKinney"

Shell
B-1167

T
23
S

M. Martin

Watkins

Tide Water

Proposed Unit

Phillips

2-A 2

Woolworth

Cities Service

Olsen
Oil Co.

Vernon

Texaco

W.H. Black

John M. Kelly

Cities Service
"W"

U.S.
J. Frisbie

U.S.

State

And Frich

T
24
S

U.S.

Phillips

Woolworth

Gulf
A
Arnett

Continental
"Wells"