

STANOLIND OIL AND GAS COMPANY

OIL AND GAS BUILDING

FORT WORTH, TEXAS

February 21, 1956

File: RGH-4064-986.510.1

Subject: Non-Standard Gas Proration Unit
and (Compulsory Pooling,) ~~Blanco-Mesaverde Pool~~
Blanco-Mesaverde Pool

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

Attention: Mr. W. B. Macey

Gentlemen:

Certain sections along the western boundary of T-29-N, R-9-W, San Juan County, New Mexico, are non-standard in size and contain only approximately 525 acres. As a result, it is necessary that non-standard gas proration units be formed in exception to New Mexico Oil Conservation Commission Order No. R-110, dated November 9, 1951, as amended by Order No. R-128-C, dated December 16, 1954. Accordingly, the Commission has previously approved non-standard proration units for the Stanolind Oil and Gas Company in Sections 6 and 7, T-29-N, R-9-W. These gas units were approved for production from the Blanco-Mesaverde Gas Pool and were identified as Stanolind's Houck, Jaquez and Nye Gas Units.

In order to proceed with our development program in this same area, Stanolind desires to form an additional non-standard gas proration unit in the Blanco-Mesaverde Gas Pool comprising the following acreage in T-29-N, R-9-W:

Section 7: S/2 S/2
Section 18: N/2 N/2, N/2 S/2 N/2

This proposed non-standard unit comprises approximately 331 acres, more or less, and all of the operating interest is owned by the Stanolind Oil and Gas Company and the El Paso Natural Gas Company. Attached hereto is a complete description of all of the affected acreage. We would like to point out that the expiration date for the major portion of the leases involved varies between March 13, 1956 and April 8, 1956. The El Paso Natural Gas Company and Stanolind are currently developing the agreements necessary to formation of a gas proration unit comprising the above acreage.

In order that we may proceed with the drilling of a well with the least possible delay, it is respectfully requested that the Oil Conservation Commission issue an emergency order approving the non-standard unit as outlined above. In addition, we request that the Commission approve the drilling of a well in the Blanco-Mesaverde Gas Pool within the boundaries of the proposed unit at a location 990' from the north and east lines of Section 18, T-29-N, R-9-W. It is assumed that the Oil Conservation Commission will set this matter down for hearing at the earliest possible date within 15 days after the effective date of the requested emergency order. At that time, Stanolind will present testimony in support of the above application for a non-standard gas proration unit and gas well location.

Yours very truly,



ALEX CLARKE, JR.
Division Engineer

RGH:jm
Attachment

cc: El Paso Natural Gas Company

ATTACHMENT I

DESCRIPTION OF ACREAGE IN PROPOSED
NON-STANDARD GAS PRORATION UNIT
BLANCO-MESAVERDE GAS POOL
SAN JUAN COUNTY, NEW MEXICO

Stanolind Oil and Gas Company is the owner and holder of all operating rights under the following acreage:

- (a) The SE/4 of the SW/4, the S/2 of the SE/4 of Section 7 and a 4 1/2-acre rectangular strip along the North line of Section 18, extending from the Northwest Corner of the NE/4 of the NW/4 to the Northeast Corner of the NW/4 of the NE/4 of Section 18, which strip was conveyed by deeds to Irene Lujan Montoya, and reference is hereby made to the record of these deeds for a metes and bounds description, all in T-29-N, R-9-W, N.M.P.M.;
- (b) The NE/4 of the NE/4 of Section 18, T-29-N, R-9-W, N.M.P.M.;
- (c) The NW/4 of the NE/4 and the NE/4 of the NW/4 of Section 18, T-29-N, R-9-W, N.M.P.M., except a 9-acre rectangular strip along the North line of said Section 18, extending from the Northwest Corner of the NE/4 of the NW/4 to about 300' West of the Northeast Corner of the NW/4 of the NE/4. This strip was conveyed by deeds to Rafael Prado and Irene Montoya and reference is hereby made to the record of these deeds for a metes and bounds description thereof;
- (d) The N/2 of the SW/4 of the NE/4 and the N/2 of the SE/4 of the NW/4 of Section 18, T-29-N, R-9-W, N.M.P.M.;
- (e) The N/2 of the SE/4 of the NE/4 of Section 18, T-29-N, R-9-W, N.M.P.M.;
- (f) The S/2 of the North nine (9) acres of the NW/4 of the NE/4 and of the NE/4 of the NW/4 of Section 18, T-29-N, R-9-W, N.M.P.M., being West of the San Juan River, and being the same 4 1/2 acres, more or less, conveyed by Frank A. Lujan to Rafael Prado by Warranty Deed dated April 18, 1929, recorded in Book 81, page 459, of the Records of said County;
- (g) Lot 9, Section 7, T-29-N, R-9-W, N.M.P.M. (formerly Lot 4, Section 7).

El Paso Natural Gas Company is the owner and holder of all operating rights under the following acreage:

Lot 1 and the N/2 of Lot 2, Section 18, T-29-N, R-9-W,
N.M.P.M.