GRANTHAM, SPANN AND SANCHEZ ATTORNEYS AT LAW

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September 24, 1959

Me file for

TELEPHONE
CHAPEL 3-3525

Oct. 7

CHARLES C. SPANN
MAURICE SANCHEZ
FRED M. STANDLEY

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

> Re: Application of El Paso Natural Gas Products Company for Non-Standard Oil Proration Unit and Unorthodox Well Location in the SE/4 Section 28, Township 31 North, Range 16 West, N. M. P. M. Horseshoe-Gallup Oil Pool, San Juan County, New Mexico

Gentlemen:

El Paso Natural Gas Products Company hereby submits its Application for an order approving a non-standard oil proration unit and an unorthodox well location in the Horseshoe-Gallup Oil Pool, San Juan County, New Mexico, and in support of said application states:

(1) That the non-standard oil proration unit will consist of that portion of the SW/4, Sec. 28, Twp. 31 N. Range 16 W., N.M.P.M. being more particularly described as follows:

Commencing at the Southwest corner of the SE/4 of the SW/4 of Section 28, Township 31 North, Range 16 West, N. M. P. M.; thence North 3023.65 feet to a point which is the Northwest corner of the unit; thence West 560.90 feet to a point on the boundry line of the Ute-Navajo Reservation, which point is the Northwest corner of the tract or unit; thence South along said boundry line 3023.65 feet to the South line of said Section 28 and the Southwest corner of the tract; thence East along the South line of Section 28, 593.79 feet to the point of beginning; said tract containing 40 acres more or less.

- (2) That the proposed unorthodox well location will be 1980 feet from the South line and 4430 feet from the East line of Section 28, Township 31 North, Range 16 West, N.M.P.M. and 101 feet East from the Reservation line.
- (3) That applicant proposes to dedicate the acreage hereinabove described to the well for which the unorthodox location is sought by this application.

Moderal Company

- (4) That there is attached hereto and made a part hereof as Exhibit
 "A" a plat showing the non-standard proration unit and the unorthodox well location hereinabove described which said Exhibit
 by reference is made a part of this application.
- (5) That the proposed non-standard oil proration unit may reasonably be presumed to be productive of oil and that said unit and said proposed well are located within the Horseshoe-Gallup Oil Pool or within one mile from said pool.
- (6) That the applicant believes that the non-standard oil proration unit and unorthodox well location are necessary due to the shape of the strip of land described herein and that the drilling of said well and the establishing of said non-standard proration unit will prevent waste and protect correlative rights including those of royalty owners.
- (7) That all operators owning interests in acreage offsetting the proposed non-standard proration unit are being notified by Registered Mail of this application.

Yours very truly,

EL PASO NATURAL GAS PRODUCTS CO.

TRANTHAM, SPANN AND SANCHEZ

A copy of the foregoing was forwarded by Registered Mail, return receipt requested, to the following listed parties:

Atlantic Refining Company P. O. Box 520 Casper, Wyoming