

Case 18.95  
unless  
PC

APPLICATION FOR HEARING  
BEFORE  
THE STATE OF NEW MEXICO OIL AND GAS COMMISSION

Application is hereby made by Northwest Production Corporation of 520 Simms Building, Albuquerque, New Mexico for the promulgation of an order establishing a drilling unit for the drilling of a well projected to the Pictured Cliffs formation in Section 21, Township 26 North, Range 2 West, Rio Arriba County, New Mexico.

I

Applicant requests that the following order be promulgated: That the  $N\frac{1}{2}SE\frac{1}{4}$ ,  $NE\frac{1}{4}SW\frac{1}{4}$ ,  $SE\frac{1}{4}NW\frac{1}{4}$  of Section 21, Township 26 North, Range 2 West, be established as a drilling unit for a well projected to the Pictured Cliffs formation. That the location of a well projected to the Pictured Cliffs formation on the proposed unit shall be in the  $NE\frac{1}{4}SE\frac{1}{4}$  or  $NW\frac{1}{4}SE\frac{1}{4}$  of said Section 21, at a location which would be the location for a wildcat well on the  $SE\frac{1}{4}$  of said Section 21, under statewide spacing.

II

Applicant desires a hearing before an examiner at the state capitol building in Santa Fe at the earliest possible time that can be set by the Commission for the reason that leases covering 80 acres owned by applicant within the proposed drilling unit will expire unless production is obtained on each said lease or on acreage pooled therewith prior to April 1, 1960.

III

Applicant is the owner of lease SF 079140 from the United States of America covering  $SE\frac{1}{4}NW\frac{1}{4}$  of said Section 21, subject to a 3% overriding royalty in favor of C. C. Evans of Box 704, Truth or Consequences, New Mexico.

Applicant is the owner of lease SF 079140-A from the United States of America covering  $NE\frac{1}{4}SW\frac{1}{4}$  of said Section 21, subject to a 3% overriding royalty in favor of C. C. Evans of Box 704, Truth or Consequences, New Mexico.

Applicant is the owner of the lease from O. C. and C. C. Evans covering  $SE\frac{1}{4}$  of said Section 21.

Applicant believes that the balance of the Pictured Cliffs rights in the  $W\frac{1}{2}$  of said Section 21 is not subject to any oil and gas lease and is owned by the parties listed below:

J. T. Alexander ✓  
Route 12, Box 638  
Fort Worth, Texas

E. L. Ames ✓  
4101 San Pedro  
San Antonio, Texas

Albert Blair, Jr. ✓  
300 Shell Building  
Tulsa, Oklahoma

James H. Gardner, Jr. ✓  
Mayo Building  
Tulsa, Oklahoma

C. A. Gillette ✓  
Mayo Building  
Tulsa, Oklahoma

Earl H. Truesdell, et al ✓  
New York City  
New York

NORTHWEST PRODUCTION CORPORATION

By: RH Nordhausen  
R. H. Nordhausen  
Manager, Land Department

*Wadets  
Mailed  
1-28-60  
JH*