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BEFORE THE 6 40 OIL CONSERVATION COMMISSION STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
EL PASO NATURAL GAS COMPANY AND
SINCLAIR OIL AND GAS COMPANY FOR THE
ESTABLISHMENT OF A 191.30 ACRE NONSTANDARD GAS PRORATION UNIT AND A
191.42 ACRE NONSTANDARD GAS PRORATION
UNIT IN THE SOUTH BLANCO PICTURED
CLIFFS GAS POOL, CONSISTING OF THE NE/4
PLUS 31.30 ACRES AND THE SE/4 PLUS 31.42
ACRES, RESPECTIVELY, OF SECTION 18,
TOWNSHIP 24 NORTH, RANGE 3 WEST,
RIO ARRIBA COUNTY, NEW MEXICO, SAID UNITS
TO BE DEDICATED TO APPLICANTS TONKIN
FEDERAL NO. 3 AND TONKIN FEDERAL NO. 4
WELLS, RESPECTIVELY.

case No. 2077

APPLICATION

COMES NOW El Paso Natural Gas Company and Sinclair Oil and Gas Company, authorized to do business in the State of New Mexico, hereinafter called "Applicants," and respectfully allege and state:

I.

Applicant Sinclair Oil and Gas Company is the lessee of record of Federal Lease SF 080472-A which covers the above described proposed proration units. Applicant El Paso Natural Gas Company has the right to an assignment of the oil and gas operating rights in and to the land covered by the above described proposed proration units.

II.

Said Tonkin Federal Nos. 3 and 4 Wells were initially drilled on standard 160-acre proration units. An additional 31.30 acres, consisting of lots 1 and 2, should be added to the proration unit for Tonkin Federal No. 3 Well and an additional 31.42 acres, consisting of lots 3 and 4, should be added to the proration unit for Tonkin Federal No. 4 Well.

III.

Said Tonkin Federal No. 3 Well is located 1470 feet

from the North line and 1750 feet from the East line, and said Tonkin Federal No. 4 Well is located 1500 feet from the South line and 990 feet from the East line of Section 18, Township 24 North, Range 3 West, Rio Arriba County, New Mexico, and are situated in the South Blanco Pictured Cliffs Gas Pool. The exact locations of these wells are shown by a plat which is attached hereto and made a part hereof and marked Applicants' Exhibit "1."

TV.

Applicants seek an order from this Commission approving said proposed nonstandard proration units for the production of gas.

ν.

If said order is issued, it will prevent waste and will not prejudice or violate correlative rights.

WHEREFORE, Applicants respectfully request that an order be issued setting this matter down for hearing before an Examiner, that notice thereof be given as required by law and that upon final hearing, an order be issued approving said non-standard proration units.

Garrett C. Whitworth Attorney for El Paso Natural

Gas Company

Attorney for Sinclair Oil and Gas Company

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ATTORNEYS AND GOUNSEPORS AT LAW

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SANTA FE, New Mexico
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TELEPHONE YU 3-7315

New Mexico Oil Conservation Commission Capitol Building Santa Fe, New Mexico

Gentlemen:

Please find enclosed with this letter three copies of an Application by El Paso Natural Gas Company for a nonstandard proration unit in Rio Arriba County, New Mexico. It would be appreciated if you would file these applications and set the matter for hearing.

If there are any questions please call us.

Very truly yours,

OS:mc Enclosures

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