

New Mexico

BEFORE THE OIL CONSERVATION COMMISSION OF THE
STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
SINCLAIR OIL & GAS COMPANY FOR APPROVAL
OF A 240-ACRE NON-STANDARD GAS PRORATION
UNIT IN THE EUMONT GAS POOL, CONSISTING
OF THE NE $\frac{1}{4}$ NE $\frac{1}{4}$ SECTION 33, AND THE NW $\frac{1}{4}$ AND
NW $\frac{1}{4}$ NE $\frac{1}{4}$ SECTION 34, T-19-S, R-37-E, N.M.P.M.,
LEA COUNTY, NEW MEXICO, TO BE ASSIGNED TO
APPLICANT'S J. H. WILLIAMS NO. 3 WELL
LOCATED 1980 FEET FROM NORTH LINE AND 660
FEET FROM WEST LINE OF SAID SECTION 34;
FOR APPROVAL OF THE UNORTHODOX LOCATION OF
SAID WELL AND FOR AN ORDER FORCE-POOLING
ALL MINERAL INTERESTS IN THE NATURAL GAS
AND ASSOCIATED HYDROCARBONS IN AND PRO-
DUCIBLE FROM THE VERTICAL LIMITS OF THE
EUMONT GAS POOL WITHIN SAID PRORATION UNIT.

CASE NO.

ORDER NO.

A P P L I C A T I O N

SINCLAIR OIL & GAS COMPANY, a Maine Corporation, hereby
files application for approval of a non-standard proration unit,
unorthodox well location, and for an order force-pooling inter-
ests in such proration unit, and in support thereof shows:

1.

That applicant is the owner of oil and gas leases in
Lea County, New Mexico, which leases cover land consisting of
other than a legal section and described as follows:

Township 19 South, Range 37 East, N. M. P. M.

Section 33: NE $\frac{1}{4}$ NE $\frac{1}{4}$
Section 34: NW $\frac{1}{4}$, NW $\frac{1}{4}$ NE $\frac{1}{4}$

containing 240 acres, more or less.

That applicant has a well producing from within the
vertical limits of the Eumont Gas Pool, known as its J. H.
Williams well No. 3, and located 1980 feet from the North line
and 660 feet from the West line of said Section 34. There is
now assigned to said Well No. 3 a non-standard 200-acre gas
proration unit consisting of the NE $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 33 and the
NW $\frac{1}{4}$ of said Section 34, which was assigned pursuant to the
Commission's order No. R-643, dated June 13, 1955.

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[Signature]

2.

That said 200 acres presently assigned to the J. H. Williams Well No. 3 consists of patented and privately owned lands in which the owners of all mineral and royalty interests have consented to a communitization or lease pooling agreement excepting as to a royalty interest of 107.25/2880 of 1/8th owned by Robert Roy Taylor, a minor, whose guardian is Johnnie S. Taylor, a resident of Jal, New Mexico. After diligent effort, applicant has been unable to obtain the consent of said guardian. The NW $\frac{1}{4}$ NE $\frac{1}{4}$ of said Section 34 consists of State owned land and the Commissioner of Public Lands of the State of New Mexico is agreeable to approving a communitization agreement, subject to the prior approval and order of the Oil Conservation Commission establishing a proration unit to include said tract, as herein proposed.

3.

That said J. H. Williams Well No. 3 is capable of efficiently draining the entire 240 acres proposed as a proration unit, and all mineral and royalty interests, including the State of New Mexico, will receive their fair share of the recoverable gas and hydrocarbons under their respective tracts in the proposed unit.

4.

That unless a proration unit consisting of the aforesaid acreage is approved and assigned to applicant's J. H. Williams Well No. 3, applicant will be deprived of the opportunity to recover its just and equitable share of the natural gas in the Eumont Gas Pool, and the granting of this application will tend to prevent waste and protect correlative rights.

WHEREFORE, applicant prays that this application be set for public hearing before an Examiner in Santa Fe, New Mexico, that notice be issued hereon according to law, and that upon

hearing the application be granted and appropriate order issued.

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