

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

APPLICATION OF THE OHIO OIL COM-)
PANY FOR AN ORDER FORCE POOLING)
ALL MINERAL INTERESTS IN A 317 ACRE)
GAS PRORATION UNIT IN THE ATOKA-)
PENNSYLVANIAN GAS POOL, BEING THE)
S/2 OF SECTION 30, TOWNSHIP 18, SOUTH,)
RANGE 26 EAST, N. M. P. M. EDDY COUNTY,)
NEW MEXICO.)

NO. 2344

APPLICATION

COMES NOW, The Ohio Oil Company, and makes its Application for an Order Force Pooling all mineral interests in the S/2 of Section 30, Township 18, South, Range 26 East, N. M. P. M. Eddy County, New Mexico, to form a Standard Gas Proration Unit in the Atoka-Pennsylvanian Gas Pool, and in support of its Application respectfully state as follows:

1. The Ohio Oil Company is the owner of the Lessees working interest under Oil and Gas Leases covering the entire mineral interest in and under the SW/4, the E/2 of the SE/4 and the SW/4 of the SE/4 of Section 30 above. Gulf Oil Corporation is the owner of the Lessees working interest under Oil and Gas Leases covering the entire mineral interest in the NW/4 of the SE/4 of Section 30 above.

2. By Operating Agreement between The Ohio Oil Company and Gulf Oil Corporation, The Ohio Oil Company will drill an Atoka-Pennsylvanian Gas Test to be located in the NW/4 of the SE/4 of Section 30 above, and will be the operator of the proposed gas unit.

3. The entire S/2 of Section 34 lies within the limits of the Atoka-Pennsylvanian Gas Pool, and the entire tract should be

productive of gas from the Atoka-Pennsylvanian formation.

4. The formation of the standard 320 acre unit will prevent the drilling of an unnecessary well in order to protect the correlative rights of the royalty owners under the various portions of the unit and the granting of this Application will permit royalty to be received by all mineral owners under the proposed unit, and afford each the opportunity to receive their just and equitable share of royalty on production from the standard proration unit.

5. The leases covering the SE/4 of Section 30 above, contain pooling provisions and the owners thereof have agreed to pool the working interests on the SE/4 of Section 30, with the working interests on the SW/4 of Section 30 above.

6. All owners of the minerals under the SW/4 of Section 30 have been afforded the opportunity to join in a Unitization Agreement. Some of the mineral owners have executed the agreement, unitizing the entire S/2 of Section 30, but to date not all of the mineral owners have joined in the execution thereof.

WHEREFORE, applicant respectfully requests that this Application be set for hearing before a trial examiner, and that an Order be entered in accordance with Article 65-3-14(c), of the New Mexico Statutes, 1953, Force Pooling the mineral interests in the proposed gas proration unit.

Respectively submitted,

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