

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

Case 2524

March 19, 1962

Cities Service Petroleum Company
500 Broadmoor Building
P. O. Box 97
Hobbs, New Mexico

Attention: Mr. E. F. Motter

Gentlemen:

Reference is made to your application, dated March 16, 1962, for administrative approval of a 320-acre non-standard gas proration unit in the Jalmat Gas Pool comprising the E/2 of Section 19, Township 24 South, Range 37 East, Lea County, New Mexico.

Your attention is directed to Rule 5(B) of Order No. R-1670 setting forth the General Rules and Regulations for the prorated gas pools of Southeastern New Mexico; said rule requires the location of the unit well be at least 660 feet and 1980 feet from the two nearest boundaries of the non-standard unit in order for 320 acres to be dedicated thereto. In view of the fact that your Thomas Well No. 2 is located 330 feet from the west side of your proposed non-standard unit, your application is not eligible for administrative approval but must be considered at hearing. Accordingly, the application is being set for hearing before one of the Commission's examiners on April 11, 1962.

In the event the date of hearing is not satisfactory to you or if I can be of further assistance to you in this matter, please advise.

Very truly yours,

J. E. WHITFIELD
Legal Assistant

3/30/62
JEW/ear