EGG- Hopps

THE OHIO OIL COMPANY P. O. BOX 552 MIDLAND, TEXAS

November 12, 1954

Subject: Non-Standard Gas Proration

Unit - SE/4 Sec. 30, T-19-S, R-37-E, Eumont Gas Pool

Mr. W. B. Macey, Secretary
New Mexico O: I Conservation Commission
P. O Box 871
Santa Fe, New Mexico

Dear Sir:

The Chio Oil Company respectfully requests that you grant this application of The Ohio for the designation and formation of a 160-acre non-standard gas proration unit consisting of the SE/4 of Section 30, Township 19 South, Range 37 East, Eumont Gas Pool, Lea County, New Mexico. The Ohio owns the oil and gas leasehold estate on the acreage included in the proposed unit, and a gas well completed in the Eumont Gas Pool and known as State-Elliott No. 4 is located on the acreage at a point 660 feet from the south line and 600 feet from the east line of the proposed unit.

All acreage included in the proposed unit falls within the limits of the Eumont Gas Pool and is reasonably presumed to be productive of gas from that Pool. It is impractical to pool The Ohio's leasehold estate with adjoining acreage. Unless the proposed proration unit is formed, The Ohio will be deprived of a fair opportunity to recover its just and equitable share of the natural gas in the Eumont Pool. The formation of the proposed proration unit will protect correlative rights and will not cause but will prevent waste.

A plat is attached hereto which indicates the location of the proposed unit and the location of the surrounding tracts. A copy of this application with plat attached has been sent by registered mail to each of the Operators named on the attached list.

The Ohio therefore requests that you grant an exception to Rule 5 (a) of the Special Rules and Regulations for the Eumont Gas Pool, and that this application be approved and the proposed non-standard gas promation unit be designated and formed by you without further notice or hearing and pursuant to the provisions of Rule 5 (b) of those Rules, upon the expiration of thirty days from this date.

Very truly yours,

THE OHIO OIL COMPANY

DKS:TAS:rs

Distribution list attached

D. K. Spellman, Jr.

District Petroleum Engineer

## OFFSET OPERATORS TO STATE ELLIGIT LEASE

Gulf Oil Corporation P. O. Box 1150 Midland, Texas

Amerada Petroleum Corp Petroleum Life Bldg Midland, Texas

Continental Oil Company Permian Bldg Midland, Texas

Cities Service Oil Company 2n Floor Midland Tower Bldg Midland, Texas

Proper notice of this application has been given above offset operators at the addresses given.

## Copies to:

L. H. Shearer

J. A. Grimes, Jr

H. J. Brunt

C. S. Mills

W. M. Kearley, Jr

D. L. Province

File