

THE ATLANTIC REFINING COMPANY
Incorporated - 1870
Petroleum Products

NSP-377

OCC
Domestic Producing Department
West Texas-New Mexico Region

Petroleum Life Bldg.
Mailing Address
P. O. Box 871
Midland, Texas

June 11, 1957

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Re: Application for Administrative
Approval of a 160 acre Non-
Standard Gas Proration Unit,
Eumont Gas Pool, Comprised of
Lots 9, 10, 15, and 16, Section
3, T-21-S, R-35-E, Lea County,
New Mexico

Gentlemen:

The Atlantic Refining Company respectfully requests administrative approval under provisions of Rule 5 (b) of NMCCC Order No. R-520 for a non-standard gas proration unit for its State "AK" No. 4 well, a recent gas completion located 330' from north and east lines of Lot 15, Section 3, T-21-S, R-35-E, Eumont Pool, Lea County, New Mexico. The proposed non-standard gas proration unit is to consist of the 160 acres comprising Lots 9, 10, 15, and 16 of the above described section.

In support of this application, the following facts are submitted:

1. The Atlantic Refining Company is owner and operator of an oil and gas lease known as its State "AK" Lease, located in Lea County, New Mexico, as shown on the attached plat.
2. The proposed non-standard gas proration unit complies with the provisions of Rule 5 (b) of Order R-520 in that
 - (a) it is composed of contiguous lots,
 - (b) it lies wholly within a single governmental section,
 - (c) the entire unit may reasonably be presumed to be productive of gas,
 - (d) neither its length nor its width exceeds 5280', and
 - (e) all operators owning interests within the same governmental section as the proposed unit which are not included in the unit, and all operators owning interests within 1500' of the well to which this unit is proposed to be allocated have been notified of Atlantic's intent to form the unit by means of a copy of this application sent by registered mail.

ILLEGIBLE

3. A plat is attached hereto showing the proposed unit, the location of the well, and the offset ownership.
4. At the present time the gas to be produced from the proposed non-standard gas unit has not been contracted to be sold; however, negotiations for its sale are in progress. An official potential test is currently being taken on the said State "AK" No. 4 well. When this test is completed a completion notice and a Form C-110 will be filed with the Oil Conservation Commission. This Form C-110 will state that the well is at present shut-in. As soon as a gas sales contract is executed, a revised Form C-110 and a Form C-104 will be filed.

Respectfully submitted,

THE ATLANTIC REFINING COMPANY

P. E. Fletcher
Regional Operations Manager

AFFIDAVIT

Before me, the undersigned authority, on this day personally appeared P. E. Fletcher, known to me to be the person whose name is subscribed to this instrument, who, after being by me duly sworn on oath, states that he is employed by or associated with The Atlantic Refining Company in the capacity of Regional Operations Manager, and that the above statements are true and correct.

P. E. Fletcher

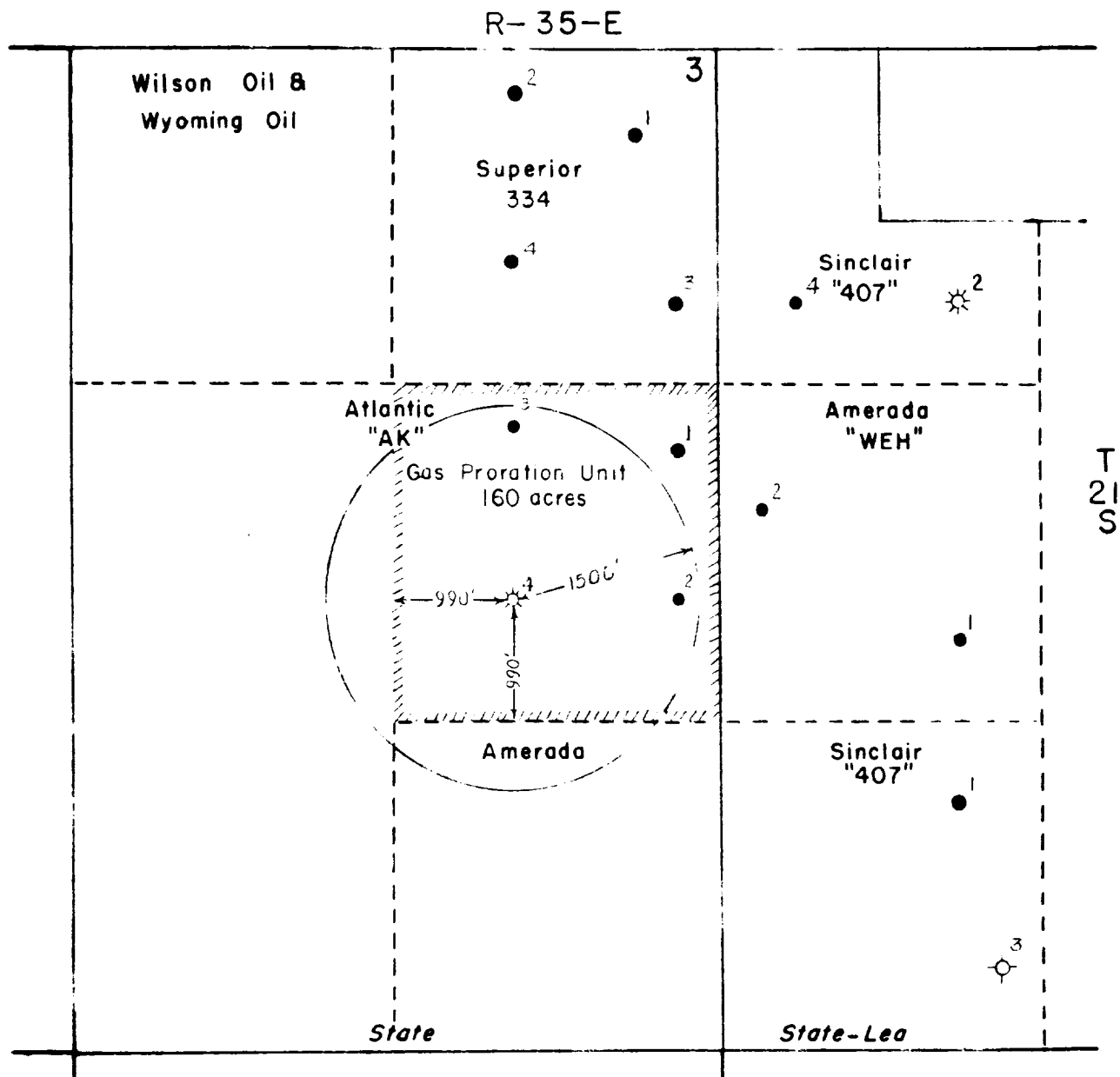
Sworn and subscribed to before me on this the 11th day of June, 1957.

E. L. Macdonald

Notary Public in and for
Midland County, Texas

E. L. Macdonald

ILLEGIBLE



LEGEND:

- Oil Well
- ☼ Gas Well
- Location
- ◇ Dry Hole

ATLANTIC STATE "AK" LEASE

Eumont Pool

Lea County, New Mexico

Scale: 4" = 1 Mile

