

North American Producing Division
Permian District
Post Office Box 1610
Midland, Texas 79701
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July 3, 1974

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Attn: Mr. A. L. Porter, Jr.

Re: Non-Standard Gas Proration Unit
Simultaneous Dedication
State "H" Well Nos. 1 & 3
Eumont Gas Pool
Lea County, New Mexico

Gentlemen:

Atlantic Richfield Company respectfully requests administrative approval of the following for the State "H" Well No. 3, located 1980' FEL and 3300' FNL of Section 5, T-21S, R-36E, Lea County, New Mexico.

1. Non-Standard 160-acre Gas Proration Unit for the Eumont Gas Pool comprising Lot Nos. 9, 10, 15, and 16, of Section 5, T-21S, R-36E, Lea County, New Mexico. (Unit is shaded red on the attached map.)
2. Simultaneous dedication of the Unit's allowable to the State "H" Well Nos. 1 and 3 located in Units O and J, respectively, of Section 5, T-21S, R-36E, with the production to be taken from said wells in any proportion.

At the present time, the proposed 160 acres is dedicated to the State "H" Well No. 1. This well is a marginal producer. The State "H" Well No. 3 has recently been plugged back from the Eunice Monument and recompleted in the Eumont Gas zone. The combined production from these two wells will increase Unit production to a non-marginal rate.

Copies of this application have been submitted by registered mail to the offset operators listed on the attached.

Very truly yours,

C. R. Leggott, Jr.
C. R. Leggott, Jr.
District Engineer

NR/agp