



Texaco USA

P O Box 728
Hobbs NM 88240
505 393 7191

July 14, 1987

State of New Mexico
Energy & Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501-2088

Attention: Mr. David Catanach

RE: Non-Standard Gas Proration Unit
Skelly "B" State Com. Well No. 7
Unit Letter E, Sec. 16, T-21S, R-36E
Lea County, New Mexico

Gentlemen:

Texaco Producing Inc. respectfully requests a 320-acre non-standard gas proration unit for the referenced well. The well has previously been producing with a 160-acre non-standard proration unit. Special rules for the Eumont Gas Pool make allowances for proration units of less than 640 acres as long as the location of the well meets certain distance requirements. The referenced well meets those requirements since it is more than 660' from the nearest side boundary and it is 990' from the nearest end boundary. A revised C-102 showing the 320-acre proration unit that has been formed by communization and consists of the N/2 of the section is attached for your approval.

Attached also is a plat of the lease and a list of Offset Operators that have been notified of this request by a copy of this letter.

Yours very truly,

L. J. Seeman
District Petroleum Engineer

LDR:JRB

Attachments

cc: NMOCD
P. O. Box 1980
Hobbs, NM 88240 ✓

Offset Operators
(Address List Attached)