

NSI-397
and 10-27
THE ATLANTIC REFINING COMPANY
PETROLEUM PRODUCTS
HOBBS OFFICE OCC

Midland, Texas

1957 OCT 1 AM 10:13

Domestic Producing Department

MAIN OFFICE OCC
1957 SEP 27 AM 3:03
Address Reply To:
P. O. Box 871
Midland, Texas

September 23, 1957

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

Re: Application for Administrative
Approval of an 80-acre Non-
Standard Gas Proration Unit,
Eumont Gas Pool, comprised of
N/2 NW/4 of Section 17, T-21S,
R-36E, Lea County, New Mexico

Gentlemen:

The Atlantic Refining Company respectfully requests administrative approval under provisions of Rule 5 (b) of NMOCC Order No. R-520 for a non-standard gas proration unit for its Coleman No. 1 Well, located 990' from north line and 1650' from the west line of Section 17, T-21S, R-36E, Eumont Pool, Lea County, New Mexico. The proposed non-standard gas proration unit is to consist of the 80 acres comprising the N/2 NW/4 of the above described section.

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

1. The Atlantic Refining Company is the owner and operator of an oil and gas lease known as the Atlantic Coleman Lease which covers the NE/4 NW/4 of Section 17, T-21S, R-36E, Lea County, New Mexico, and that the Skelly Oil Company is the owner and operator of an oil and gas lease known as the Skelly Coleman Lease which covers the NW/4 NW/4 of Section 17, T-21S, R-36E, Lea County, New Mexico.

2. The Atlantic Refining Company's Coleman No. 1 Well was dually completed April 23, 1953, as a gas-oil dual in the Eumont and Eunice-Monument pools in accordance with the New Mexico Oil Conservation Commission Administrative Order DC-1.

3. A plat is attached hereto showing the proposed 80-acre non-standard gas proration unit, the location of the Atlantic Coleman No. 1 Well, and the location of offset wells.

4. The proposed non-standard gas proration unit complies with the provisions of Order R-520 in that

- (a) it is composed of contiguous quarter-quarter sections,
- (b) it lies wholly within a single governmental section,