WESTERN OIL FIELDS, INC.
1827 GRANT STREET
POST OFFICE BOX 1139 DENVER, COLORADO
TELEPHONE MAIN 3-0226

April 27, 1959

Re: Application for 80-Acre Non-Standard Gas Proration Unit, Blinebry Gas Pool, Comprising NW/4 of SE/4 and NE/4 of SW/4 of Section 4, T-21-S, R-37-E, Lea County, New Mexico

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

Gentlemen:

A letter dated April 23, 1959, from the Hobbs office of the Oil Conservation Commission served to notify Western Oil Fields, Inc. that a non-standard gas proration unit order had never been issued by the Commission for our Gulf Hill No. 1 in Unit R of Section 4, T-21-S, R-37-E, Blinebry Gas Pool. This well was decreased from the standard 160 acres to 80 acres on September 1, 1956.

Western Oil Fields, Inc. hereby makes application for approval of a non-standard gas proration unit comprising NW/4 of SE/4 and NE/4 of SW/4 Section 4, T-21-S, R-37-E, Lea County, New Mexico, and in support thereof states the following facts:

(1) Western Oil Fields, Inc. is operator of an oil and gas lease known as its Gulf Hill Lease, Lea County, New Mexico, as shown on the attached plat.

(2) Western Oil Fields, Inc. proposes that the above described acreage be established as a non-standard 80 acre gas proration unit in exception to Rule 5 (a) of Order R-610.

(3) The Gulf Hill Well No. 1, located 1980 feet from the East line and 1980 feet from the South line of Section 4, T-21-S, R-37-E, Lea County, New Mexico, was completed June, 1954, as a gas well in the Blinebry Gas Pool. The applicant proposes to use this well as the unit well.

(4) The proposed non-standard gas proration unit will meet the requirements of Rule 5 (b) of the Oil Conservation Commission Order No. R-610 as follows:

(a) Contiguous quarter-quarter sections will comprise the unit.

(b) The proposed unit lies wholly within a single governmental section.

(c) All acreage within the proposed unit may reasonably be presumed productive of gas.

(d) The length or width of the proposed unit does not exceed 2640 feet.

(e) Western Oil Fields, Inc. is operator of all the acreage comprising the proposed unit as shown on the attached plat, and by copy of this letter of application, all operators owning interest in the quarter section in which the proposed unit is located and all operators within 1500 feet of the proposed unit well are notified by registered mail of the intent of Western Oil Fields, Inc. to form the proposed non-standard gas proration unit.

(5) The approval of this application for an 80 acre non-standard gas proration unit will, in the opinion of the applicant, prevent waste, protect correlative rights and serve the best interest of conservation.

In view of the existence of the facts herein stated and compliance with the provisions of Rule 5 (b) of the Oil Conservation Commission's Order No. R-610, Western Oil Fields, Inc., request that the Secretary of the Commission approve the above described non-standard gas proration unit to become effective retroactive to September 1, 1956, the date which, as above stated was the time that the non-standard acreage was so dedicated.

Respectfully submitted,

WESTERN OIL FIELDS, INC.

By _____
Petroleum Engineer

cc: Registered Mail - Return Receipt Requested

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

Oil Conservation Commission
P.O. Box 2045
Hobbs, New Mexico

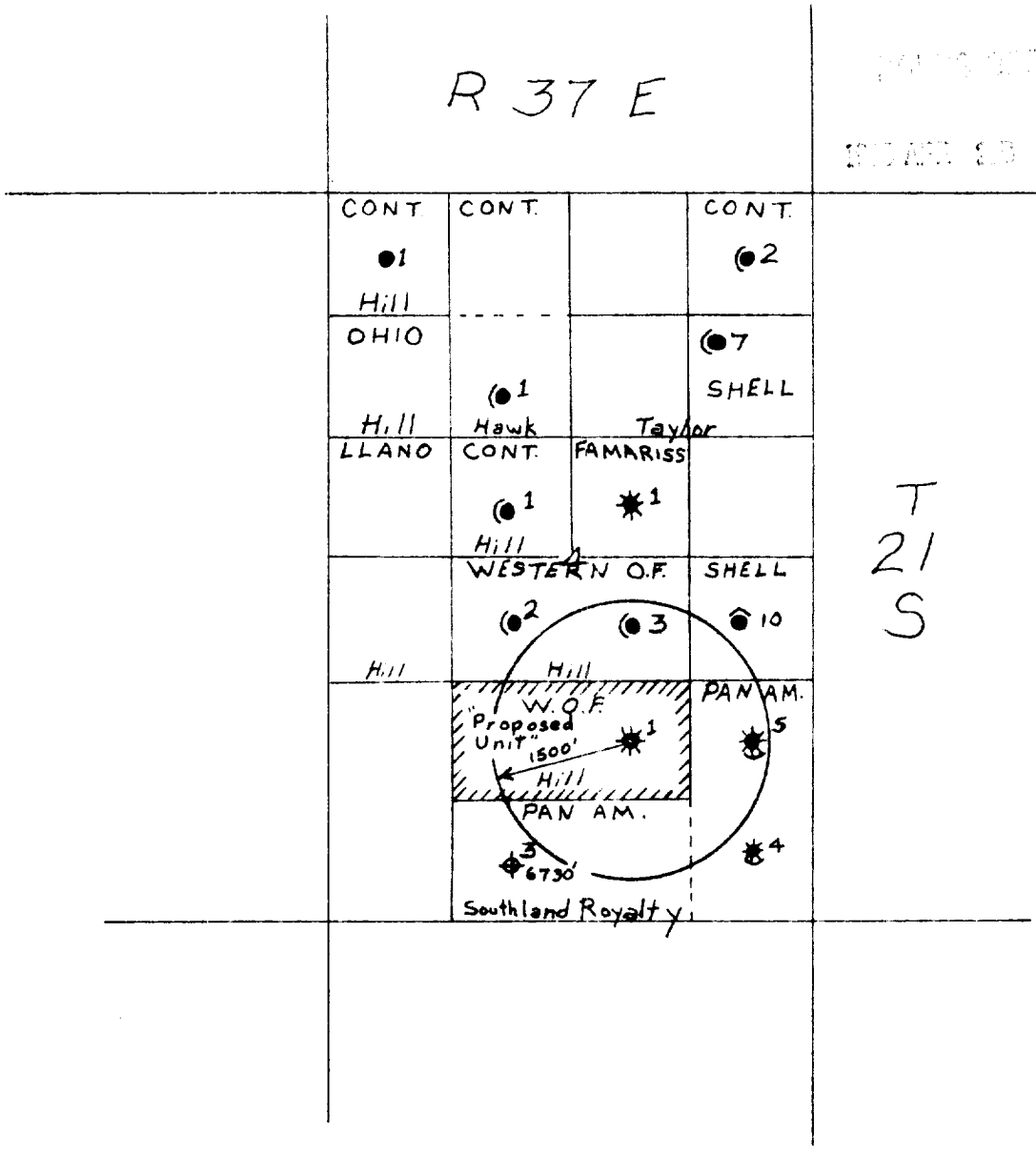
Shell Oil Company
P.O. Box 845
Roswell, New Mexico

Pan American Petroleum Corporation
P.O. Box 1410
Ft. Worth, Texas

Gulf Oil Company
P.O. Box 1290
Ft. Worth, Texas

Western Oil Fields, Inc.
P.O. Box 1139
Denver, Colorado

File


R 37 E
T 21 S
CONT
1
Hill
CONT.
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OHIO
Hill
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Hawk
Taylor
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SHELL
LLANO
CONT.
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Hill
FAMARISS
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WESTERN O.F.
2
3
Hill
Hill
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10
W.O.F.
"Proposed Unit"
1500'
1
Hill
PAN AM.
5
PAN AM.
3
6730'
4
Southland Royalty