

BEFORE THE OIL CONSERVATION COMMISSION OF THE  
STATE OF NEW MEXICO

APPLICATION OF NEVILLE G. PENROSE,  
INC. FOR A NON-STANDARD GAS PRO-  
PORTION UNIT CONSISTING OF THE  $S\frac{1}{2}SE\frac{1}{4}$   
OF SECTION 7 AND THE  $W\frac{1}{2}SW\frac{1}{4}$  SECTION 8,  
TOWNSHIP 21 SOUTH, RANGE 37 EAST,  
N.M.P.M. LEA COUNTY, NEW MEXICO  
EUMONT GAS POOL

Case No. 800

COMES NOW Neville G. Penrose, Inc., by its attorney, and states to the Commission:

1. It is the owner of oil and gas leases covering the  $S\frac{1}{2}SE\frac{1}{4}$  of Section 7, and the  $W\frac{1}{2}SW\frac{1}{4}$  of Section 8, Township 21 South, Range 37 East, Lea County, New Mexico.
2. There is a producing gas well designated as the Alves #3 situated in the  $SE\frac{1}{4}SE\frac{1}{4}$  of said Section 7.
3. All of the  $S\frac{1}{2}SE\frac{1}{4}$  of Section 7 and the  $W\frac{1}{2}SW\frac{1}{4}$  of Section 8 is productive of gas.
4. The creation of a 160-acre gas proration unit consisting of the  $S\frac{1}{2}SE\frac{1}{4}$  of said Section 7 and the  $W\frac{1}{2}SW\frac{1}{4}$  of Section 8 is necessary to protect the correlative rights of applicant and to avoid the drilling of unnecessary wells.
5. The  $W\frac{1}{2}SW\frac{1}{4}$  of Section 8, being productive of gas in the Eumont Gas Pool, should be included in the defined limits of said Pool.
6. A plat showing the location of the proposed unit and the gas well located thereon is attached hereto as Exhibit "A".

WHEREFORE, Applicant respectfully prays for an order of this Commission as follows:

1. Extending the limits of the Eumont Gas Pool to such extent as may be necessary to include therein the  $W\frac{1}{2}SW\frac{1}{4}$  of Section 8, Township 21 South, Range 37 East.
2. Creating a non-standard gas proration unit consisting of the  $S\frac{1}{2}SE\frac{1}{4}$  of Section 7 and the  $W\frac{1}{2}SW\frac{1}{4}$  of Section 8, Township 21 South, Range 37 East, and creating a 160-acre gas proration unit allowable to said unit.

NEVILLE G. PENROSE, INC.

/s/ Jack M. Campbell,  
It's Attorney

NOTE: The above mentioned Exhibit is on file in the  
OCC office in Santa Fe, New Mexico.

NEW MEXICO OIL CONSERVATION COMMISSION  
BOX 2045  
HOBBS, NEW MEXICO

DATE June 11, 1954

TO: Esquire G. Penrose, Inc.

1815 Fair Bldg. Ft. Worth, Texas

GENTLEMEN:

Form C-104 for your Alves 3-P 7-21-37 Eumont  
LEASE WELL S.T.R. POOL

has been approved, however, since this well is:

- ( ) An unorthodox location,
- ( ) Located on an unorthodox proration unit,
- ( ) Outside the boundaries of a designated pool,

it will be necessary for you to;

- ( ) Comply with the provisions of Rule 4 of Commission Order \_\_\_\_\_
- ( ) Comply with the provisions of Rule 7 of Commission Order \_\_\_\_\_
- ( ) File Form C-123

Pending further Commission action this unit will be assigned an 80 acre allowable.

This well will be prorated under provisions of Order R-370<sup>1</sup>A since it is now within the boundaries of the Eumont gas pool.

A. L. Porter, Jr.  
Proration Manager

ALP/pb

cc/ Transporter

**PB**