

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

NOV 1 1961

December 1, 1961

Shell Oil Company  
P. O. Box 1858  
Roswell, New Mexico

Attention: Mr. R. L. Rankin,  
Division Production Manager

Gentlemen:

Reference is made to your application for administrative approval to dually complete your Turner Well No. 7 in the Penrose-Shelly Oil and Eumont Gas Pools, and for the establishment of a 320-acre non-standard gas proration unit in the Eumont Gas Pool to be dedicated to your Turner Well No. 7 in Section 22, Township 21 South, Range 37 East, Lea County, New Mexico.

Your application to dually complete your Turner Well No. 7 is eligible for administrative approval, however, in regard to your application for the establishment of a 320-acre non-standard gas proration unit, your attention is directed to Order No. R-1670, Rule 5(B) establishing General Rules and Regulations for South-eastern New Mexico, which requires location of a well to be 660 and 1900 feet from the two nearest boundary lines of a 320-acre non-standard gas proration unit in gas pools where the standard gas proration unit is 640 acres.

In view of the fact that the location of your Turner Well No. 7 is at an unorthodox location under the above-mentioned Rule 5(B), your application for a 320-acre non-standard gas proration unit in the Eumont Gas Pool is being set for hearing before one of the Commission's Examiners on January 4, 1962.

Please advise in the event I can be of further assistance to you in this matter.

Very truly yours,

J. E. WHITFIELD  
Legal Assistant

JEN/esr

cc: Oil Conservation Commission - Hobbs