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BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION

APPLICATION OF ANDERSON-PRICHARD OIL CORPORATION FOR ADMINISTRATIVE APPROVAL PURSUANT TO THE PROVISIONS OF RULE 5(B) OF ORDER NO. R-610 OF A 120-ACRE NON-STANDARD GAS PRORATION UNIT IN THE BLINEBRY GAS POOL, CONSISTING OF THE E/2 SE/4 AND THE NW/4 SE/4 OF SECTION 23, TOWNSHIP 22 SOUTH, RANGE 37 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO.

APPLICATION

Comes now the applicant and in support of its Application, states:

- 1. That it is the operator of the No. 1 Lee well located 660 feet from the North and East lines of the SE/4 of Section 23, Township 22 South, Range 37 East, N.M.P.M., Lea County, New Mexico, the well having been completed in the Drinkard oil zone prior to the issuance of Order No. R-610.
- 2. That pursuant to Commission authorization, the well was dually completed on March 10, 1955 in the Drinkard oil zone and the Blinebry gas zone; and that applicant proposes to use the No. 1 Lee well as the unit well.
- $3\,^\circ$. That in the opinion of applicant, the proposed non-standard gas provation unit meets the requirements of Rule 5(B) of Order No. R-610 for the following reasons:
 - The unit consists of contiguous quarter-quarter sections with a common side between any two adjacent quarter-quarter sections;
 - The unit lies wholly within a single governmental (b) quarter section;
 - (c) The unit is within the horizontal limits of the Blinebry gas pool and may reasonably be presumed to be productive of gas;
 - (d) The length or width of the unit does not exceed 2640 feet
- That all of the royalty interest owners and working interest owners within the unit have executed a Communitization Agreement, communitizing their rights with respect to the production of gas from the Blinebry gas zone.
- That attached to this Application and identified as Exhibit "A" is a plat showing the proposed unit the location of the No. 1 Lee well, and the ownership of the offset leases.
- That attached to this Application and identified as Exhibit "B" is an Affidavit stating that all other operators owning an interest in the section in which the proposed nonstandard gas proration unit is located and all operators owning an interest within 1500 feet of the No. 1 Lee well have been sent a copy of this Application by registered mail.

WHEREFORE, applicant requests administrative approval of said non-standard gas proration unit pursuant to the provisions of Rule 5(B) of Order No. R-610.

> ANDERSON-PRICHARD OIL CORPORATION By Charles F. Whi Its Attorney