TEXACO DOMESTIC PRODUCING DEPARTMENT P. 0. Box 352 MIDLAND DIVISION Midland, Texas

March 21, 1960

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

> Re: Application of TEXACO Inc. for Approval of an 80-acre Non-Standard Gas Proration Unit; Tubb (Gas) Pool, Lea County, New Mexico

Gentlemen:

TEXACO Inc. hereby makes application for approval of an 80-acre non-standard gas proration unit in the Tubb (Gas) Pool comprising the N/2 of the NW/4 of Section 18, T-22-S, R-38-E, Lea County, New Mexico, and in support thereof states the following:

1. TEXACO Inc. is owner and operator of the C. H. Lockhart (NCT-1) Well No. 2 located in Unit "D", 660 feet from the north and west lines of Section 18, T-22-S, R-38-E, Lea County, New Mexico, as shown on the attached plat. This well has been a Blinebry (Oil) producer since December 1, 1945, and is now being dually completed in the Tubb (Gas) Pool.

2. TEXACO Inc. is owner and operator of an oil and gas lease known as the C. H. Lockhart (NCT-1) Lease, comprising 400 acres covering the N/2 of the NW/4 and the E/2 of Section 18, T-22-S, R-38-E with Well No. 2 located as stated above, and proposes that the N/2 of the NW/4 of Section 18 be established as an 80-acre non-standard gas proration unit in exception to Rule 5(a) of Order R-586, Tubb (Gas) Pool, with Well No. 2 as the unit well.

3. The proposed non-standard gas proration unit meets the requirements of Rule 5(d) of Order R-586, Tubb (Gas) Pool, as follows:

- (a) The unit is comprised of contiguous quarterquarter sections.
- (b) The proposed unit lies wholly within a single governmental section.
- (c) All acreage within the proposed unit may reasonably be presumed to be productive of Tubb gas.

- (d) The length or width of the proposed unit does not exceed 2640 feet.
- (e) 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 TEXACO Inc. to form the proposed nonstandard gas proration unit. (Addressee list on attached plat.)

Based upon the facts recited above, TEXACO Inc. respectfully requests that the New Mexico Oil Conservation Commission approve administratively the non-standard gas proration unit described above.

Yours very truly,

J. G. Bleving Jr. Assistant District Superintendent

LMF-MAB ERF,Jr. cc: NMUCC, Hobbs All offset operators

Attachments

STATE OF TEXAS COUNTY OF MIDLAND

Before me, the undersigned authority, on this 22 day of <u>March</u>, 1960, personally appeared J. G. Blevins, Jr. known to me to be the person whose name is subscribed to this instrument, who after being by me duly sworn on oath, states that he has knowledge of all facts stated above and that the same is a true and correct statement of the facts therein recited.

Blevins,

Subscribed and sworn to before me on this 22 day of March , 1960.

R. E. Johnson Notary Public County, Texas in and for Midland

My Commission Expires JUNE 1, 1961



PLAT SHOWING TEXACO Inc. C. H. LOCKHART (NCT-1) LEASE AND OFFSET LEASES Lea County, New Mexico Scale 1 inch = 2000 feet LMF - January 14, 1960

LEGEND

B (0) - Blinebry Oil Pool

B (G) - Blinebry Gas Pool

- D Drinkard Pool
- P Paddock Pool
- T (0) Tubb Oil Pool
- T (G) Tubb Gas Pool

OFFSET OPERATORS

Olsen Oils, Inc., 2811 Liberty Bank Bldg. Oklahoma City 2, Oklahoma
Gulf Oil Corp., P. O. Drawer 669, Roswell, N. Mex.
C. B. Snow, Rt. 1, Box 17505, Smithfield, Texas
R. M. Moran, Box 1718, Hobbs, New Mexico
Cosden Petroleum Corporation, P. O. Box 1311, Big Spring, Texas
Humble Oil and Refining Co., P. O. Box 1600, Midland, Tex.

N. G. Penrose, Inc., P. O. Box 988, Eunice, New Mexico