NSP-297 W7/24/56

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New Mexico Oil Conservation Commission (3) P. 0. Box 871 Santa Fe, New Mexico

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OFFICE

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Re: Application for Nonstandard Gas Proration Unit in the Jalmat Cas Pool to be assigned to Sinclair's State 157 "C" Well No. 1.

Gentlemen:

Sinclair Oil & Gas Company makes this application for an Administrative Order under Order R-520 which will establish an 80 acre Nonstandard Gas Proration Unit in the Jalmat Gas Pool to be assigned to Sinclair's State 157 "C" Well No. 1.

SINCLAIR OIL & GAS COMPANY

P. 0. Box 1470 MIDLAND, TEXAS

In this connection Sinclair wishes to state:

- 1. Sinclair is the operator of the State 157 "C" Well No. 1 which is located in the SW SE of Section 32-245-37E, Lea County, New Mexico. This well was originally completed January 12. 1939, as en oil well in the Mattix Oil Pool and was plugged back and re-completed in the Jalmat Gas Pool on August 18, 1949, with an open flow potential of 13,500 MCF per day.
- 2. The proposed 80 acre nonstendard unit consists of that part of Sinclair's State 157 "C" lease that occupies the SW SE of said Section 32 and J. M. Kelly's State "B"-32 lease that occupies the NW SE of this same Section 32. Sinclair's State 157 "C" Well No. 1 is located 330 feet from the South and West lines of the proposed unit thus qualifying for an 80 acre administrative assignment.
- 3. The length or width of the proposed unit does not exceed 5280 feet.
- 4. The proposed unit consists of quarter-quarter sections and lies wholly within a single governmental section.
- 5. The entire proposed unit may reasonably be presumed to be productive of gas.

- 6. The leasehold interests under the proposed unit are currently being pooled and communitized.
- 7. The royalty under the entire proposed unit is owned by the State of New Mexico and application to pool and communitize the individual leases is being made to the Commissioner of Public Lands.
- 8. All offset operators as defined in Order R-520 have been notified of this application by copy thereof via registered mail. Said operators are listed below.

Sinclair believes that the granting of this application is in the interest of conservation and the protection of correlative rights. Sinclair, therefore, requests that an Administrative Order be issued for the purpose of granting this application.

I hereby certify that the information contained in this application is true and complete to the best of my knowledge and belief.

SINCLAIR OIL & GAS COMPANY

Defenbaugh

Division Production Superintendent

HFD: HMA:mk

Subscribed and sworn to before me this 21st day of June, 1956.

Geneva L. Turner Notary Public in and for Midland County, Texas.

Att: Ownership Map Gas Well Plat

cc: Via Registered Mail

Anderson Pritchard Oil Corp. P. O. Box 2197 Hobbs, New Mexico

Atlantic Refining Company P. O. Box 871 Midland, Texas

Humble Oil & Refining Co. P. O. Box 1600 Midland, Texas J. M. Kelly P. O. Box 5671 Roswell, New Merico

Skelly Oil Company P. O. Box 38 Hobbs, New Mexico

Westates Petroleum Corporation P. O. Box 1381 Jal, New Mexico