El Paso Natural Gas Company

to the transformed and the El Paso, Jexas

NSP 371 Buc 5-7-57

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

Attention: Mr. A. L. Porter, Jr.

Re: Application of El Paso Natural Gas Company for Administrative Approval of a 160.45 acre Non-Standard Gas Proration Unit in the Jalmat Gas Pool for the Westates Petroleum Corporation Wells B-4 #1 Gas Well which is located in Lot 4 of Section 4, Township 25 South, Range 37 East, N.M.P.M. Lea County, New Mexico

Gentlemen:

El Paso Natural Gas Company respectfully requests Administrative Approval under the provisions of Rules 5(a) and 5(b) of Order No. R-520 for a Non-Standard Gas Proration Unit of 160.45 acres, more or less, consisting of Lots 3, 4, and the S/2 NW/4 of Section 4, Township 25 South, Range 37 East, N.M.P.M., Jalmat Gas Pool, Lea County, New Mexico, and in support thereof states the following facts:

1. That effective as of April 1, 1957, Lots 3, 4, and the S/2 NW/4 of Section 4, Township 25 South, Range 37 East, N.M.P.M. was communitized in order to form a 160.45 acre, more or less, Non-Standard Proration Unit for the Wells B-4 #1 Well.

2. That El Paso Natural Gas Company is the Operator of said communitized tract.

3. That the Westates Petroleum Corporation Wells B-4 #1 Gas Well was drilled at a location of 330 feet from the North line and 990 feet from the West line of said Section 4 and was completed on March 18, 1939 at a total depth of 3543 feet and was plugged back to 3364 feet. A deliverability test was taken on this well on June 26, 1954 and the well gaged 1,728 M. C. F.

4. That this well was completed and producing from the Yates and Upper Seven Rivers Formations prior to September 1, 1954, which is the effective date of the Special Rules for the Jalmat Gas Pool.

5. That Rule 5(a) of Order No. R-520 pertaining to the Special Rules of the Jalmat Gas Pool grants as maximum tolerance of 330 feet in respect to spacing requirements for Wells drilled and producing prior to the effective date of said Order.

6. That the acreage to be dedicated to this proposed Non-Standard Proration Unit will substantially comply with the maximum acreage allowed under the provisions of Rule 5(a) of Order No. R-520 with respect to the well location plus the allowed tolerances.