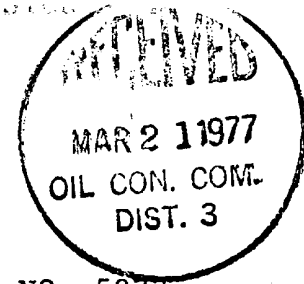


BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:



CASE NO. 5877
Order No. R-5395

APPLICATION OF GREAT LAKES CHEMICAL
CORPORATION FOR TWO NON-STANDARD GAS
PRORATION UNITS, SAN JUAN COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 9, 1977,
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 15th day of March, 1977, the Commission, a
quorum being present, having considered the testimony, the
record, and the recommendations of the Examiner, and being fully
advised in the premises,

FINDS:

(1) That due public notice having been given as required
by law, the Commission has jurisdiction of this cause and the
subject matter thereof.

(2) That the applicant, Great Lakes Chemical Corporation,
seeks approval of two 160-acre non-standard Blanco Mesaverde gas
proration units comprising the SE/4 of Section 3 and the NW/4 of
Section 35, respectively, Township 27 North, Range 8 West, NMPM,
each to be dedicated to a well to be drilled thereon at a
standard infill location for said pool.

(3) That each of the non-standard proration units may
reasonably be presumed productive of gas from the Blanco
Mesaverde Pool and that each of the aforesaid non-standard gas
proration units should be efficiently and economically drained
and developed by the wells to be drilled thereon.

(4) That approval of the subject application will afford
the applicant the opportunity to produce its just and equitable
share of the gas in the Blanco Mesaverde Pool, will prevent
the economic loss caused by the drilling of unnecessary wells,
avoid the augmentation of risk arising from the drilling of

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✓ Well File
✓ Open
✓ AS 2 file

an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That two 160-acre non-standard gas proration units in the Blanco Mesaverde Pool comprising the SE/4 of Section 3 and the NW/4 of Section 35, respectively, Township 27 North, Range 8 West, NMPM, San Juan County, New Mexico, are hereby established, each to be dedicated to a well to be drilled thereon at a standard infill location for said pool.

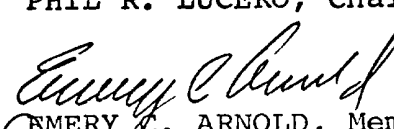
(2) That the acreage factor assigned to each of the aforesaid 160-acre non-standard units for proration purposes shall be 0.5.

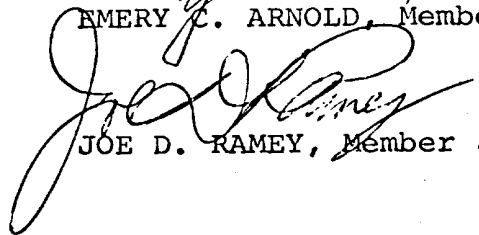
(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman


EMERY C. ARNOLD, Member


JOE D. RAMEY, Member & Secretary

S E A L

dr/