

*Entered June 13, 1961
C.L.P.*

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. 2280
Order No. R-1990

APPLICATION OF CONTINENTAL OIL
COMPANY FOR A NON-STANDARD GAS
PRORATION UNIT AND AN UNORTHODOX
GAS WELL LOCATION, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 24, 1961, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 8th day of June, 1961, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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 by Administrative Order No. NSP-447, a 120-acre non-standard gas proration unit in the Eumont Gas Pool was established, consisting of the E/2 NE/4 and the NE/4 SE/4 of Section 17, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant, Continental Oil Company, seeks the establishment of a 240-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of the above-described acreage plus the S/2 SE/4 and the SE/4 SW/4 of said Section 17.

(4) That the above-described 240-acre non-standard gas proration unit can reasonably be presumed to be productive of gas from the Eumont Gas Pool.

(5) That the above-described 240-acre non-standard gas proration unit is to be dedicated to the Lockhart A-17 Well No. 2,

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at an unorthodox location 1980 feet from the South line and 660 feet from the East line of said Section 17.

(6) That said well should be in balance before the effective date of this order, in order to protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That a 240-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of the E/2 E/2, SW/4 SE/4 and the SE/4 SW/4 of Section 17, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, is hereby established.

(2) That the allowable assigned to the above-described 240-acre non-standard gas proration unit shall bear the same ratio to a standard allowable in the Eumont Gas Pool as the acreage in said unit bears to the acreage in a standard gas proration unit in the Eumont Gas Pool.

(3) That an unorthodox location is hereby approved for the Lockhart A-17 Well No. 2, at a point 1980 feet from the South line and 660 feet from the East line of said Section 17.

(4) That Administrative Order No. NSP-447 is hereby cancelled.

(5) The subject well shall be shut-in until in balance, effective immediately. The Proration Manager of the Commission's Hobbs District Office shall then be notified of the date the subject well is brought into balance in order that the unit shall become effective on the first day of the month following the month in which the subject well is brought to a balanced status.

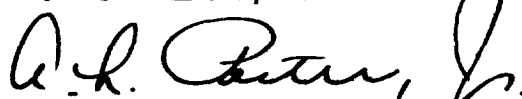
(6) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman


E. S. WALKER, Member

A. L. PORTER, Jr., Member & Secretary

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