

Entered November 17, 1955

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BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

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

CASE NO. 947
Order No. R-711

THE APPLICATION OF SINCLAIR OIL AND
GAS COMPANY FOR AN ORDER GRANTING
APPROVAL OF AN EXCEPTION PURSUANT
TO RULE 5 (c) OF THE SPECIAL RULES AND
REGULATIONS FOR THE TUBB GAS POOL
OF ORDER R-586 AND RULE 5 (a) OF THE
SPECIAL RULES AND REGULATIONS FOR THE
BLINEBRY GAS POOL OF ORDER R-610 IN THE
ESTABLISHMENT OF A NON-STANDARD GAS
PRORATION UNIT IN BOTH THE TUBB AND
BLINEBRY GAS POOLS OF 160 CONTIGUOUS
ACRES CONSISTING OF N/2 SW/4, SW/4 SW/4,
NW/4 SE/4 OF SECTION 36, TOWNSHIP 21
SOUTH, RANGE 37 EAST, NMPM, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on September 15, 1955, at Santa Fe, New Mexico before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 10th day of *November*, 1955, the Commission, a quorum being present, having considered the records and testimony adduced, and being fully advised in the premises,

FINDS:

- (1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.
- (2) That pursuant to provisions of Rule 5 (c) of the Special Rules and Regulations for the Tubb Gas Pool of Order R-586 and Rule 5 (a) of the Special Rules and Regulations for the Blinebry Gas Pool of Order R-610, the Commission has power and authority to permit the formation of a gas proration unit consisting of other than a legal quarter section after notice and hearing by the Commission.
- (3) That applicant, Sinclair Oil and Gas Company is the owner of an oil and gas lease in Lea County, New Mexico, the land consisting of other than a legal quarter section, and described as follows, to-wit:

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TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
N/2 SW/4, SW/4 SW/4, NW/4 SE/4
of Section 36

containing 160 acres, more or less.

(4) That applicant, Sinclair Oil Company has a producing well on the aforesaid lease known as the State "367" Well, located 1980 feet from the west and south lines of Section 36, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

(5) That the aforesaid well is currently dually completed and within the horizontal limits of the Tubb and Blinebry Gas Pools, Lea County, New Mexico.

(6) That it is impractical to pool applicant's said lease with adjoining acreage in the Tubb and Blinebry Gas Pools and that the owners of adjoining acreage in said area have not objected to the formation of the proposed proration units of 160 acres.

(7) That unless proration units consisting of applicant's aforesaid acreage is permitted, applicant will be deprived of the opportunity to recover its just and equitable share of the natural gas in the Tubb and Blinebry Gas Pools.

(8) That creation of proration units consisting of the aforesaid acreage will not cause but will prevent waste, and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of Sinclair Oil and Gas Company for approval of a non-standard proration unit in the Blinebry Gas Pool consisting of the following described acreage:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
N/2 SW/4, SW/4 SW/4, NW/4 SE/4 of Section 36

be and the same is hereby approved, and a proration unit consisting of the aforesaid acreage is hereby created.

(2) That the application of Sinclair Oil and Gas Company for approval of a non-standard proration unit in the Tubb Gas Pool consisting of the following described acreage:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
N/2 SW/4, SW/4 SW/4, NW/4 SE/4
of Section 36

be and the same is hereby approved, and a proration unit consisting of aforesaid acreage is hereby created.

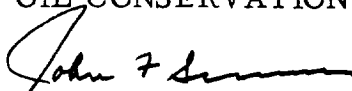
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(3) That applicant's well, State "367" No. 3, located in the NE/4 SW/4 of Section 36, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico shall be granted an allowable in the Blinbry and Tubb Gas Pools in the proportion that the above described 160 acre non-standard unit bears to the standard or orthodox proration unit for said pools, all until further order of the Commission.

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

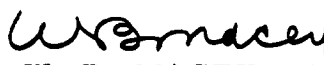
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



JOHN F. SIMMS, Chairman



E. S. WALKER, Member



W. B. MACEY, Member and Secretary

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