

Entered December 5, 1969
A.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. 4266
Order No. R-3893

APPLICATION OF TEXAS PACIFIC OIL
COMPANY, INC., FOR SEVERAL NON-
STANDARD GAS PRORATION UNITS, LEA
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 25, 1969, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 5th day of December, 1969, 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, Texas Pacific Oil Company, Inc., seeks the rededication of certain acreage and the establishment of the following non-standard gas proration units in Township 22 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico:

- (a) A 280-acre unit comprising the SW/4 of Section 9 and the E/2 SE/4 and SW/4 SE/4 of Section 8 to be dedicated to the State "A" a/c-2 Well No. 38 located in Unit K of said Section 9;
- (b) A 160-acre unit comprising the E/2 SW/4, SW/4 SW/4 and NW/4 SE/4 of Section 8 to be dedicated to the State "A" a/c-2 Well No. 56 located in Unit J of said Section 8;

-2-

CASE No. 4266

Order No. R-3893

- (c) A 120-acre unit comprising the S/2 NW/4 and NW/4 SW/4 of Section 8 to be dedicated to the State "A" a/c-2 Well No. 51 located in Unit F of said Section 8;
- (d) A 160-acre unit comprising the SW/4 of Section 5 to be dedicated to the State "A" a/c-2 Well No. 41 located in Unit M of said Section 5;
- (e) A 160-acre unit comprising the NW/4 of Section 5 to be dedicated to the State "A" a/c-2 Well No. 44 located in Unit F of said Section 5;
- (f) A 160-acre unit comprising the SE/4 of Section 5 to be dedicated to the State "A" a/c-2 Well No. 27 located in Unit P of said Section 5.

(3) That each of the proposed non-standard gas proration units is productive of gas.

(4) That each of the proposed non-standard gas proration units can be efficiently and economically drained and developed by the well to which it is to be dedicated.

(5) That approval of the proposed non-standard gas proration units will afford the applicant the opportunity to produce its just and equitable share of the gas in the pool, and will otherwise prevent waste and protect correlative rights.

(6) That all provisions of prior orders issued by the Commission or Secretary-Director of the Commission that are inconsistent with the provisions of this order should be superseded.

IT IS THEREFORE ORDERED:

(1) That the following-described non-standard gas proration units in Township 22 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, are hereby created:

- (a) A 280-acre unit comprising the SW/4 of Section 9 and the E/2 SE/4 and SW/4 SE/4 of Section 8 to be dedicated to the State "A" a/c-2 Well No. 38 located in Unit K of said Section 9;

-3-

CASE No. 4266

Order No. R-3893

- (b) A 160-acre unit comprising the E/2 SW/4, SW/4 SW/4 and NW/4 SE/4 of Section 8 to be dedicated to the State "A" a/c-2 Well No. 56 located in Unit J of said Section 8;
- (c) A 120-acre unit comprising the S/2 NW/4 and NW/4 SW/4 of Section 8 to be dedicated to the State "A" a/c-2 Well No. 51 located in Unit F of said Section 8;
- (d) A 160-acre unit comprising the SW/4 of Section 5 to be dedicated to the State "A" a/c-2 Well No. 41 located in Unit M of said Section 5;
- (e) A 160-acre unit comprising the NW/4 of Section 5 to be dedicated to the State "A" a/c-2 Well No. 44 located in Unit F of said Section 5; and
- (f) A 160-acre unit comprising the SE/4 of Section 5 to be dedicated to the State "A" a/c-2 Well No. 27 located in Unit P of said Section 5.

(2) That the acreage factor for allowable purposes assigned to each of the above-described non-standard gas proration units shall bear the same ratio to the acreage factor for a standard gas proration unit as the acreage in said unit bears to the acreage in a standard gas proration unit for the Jalmat Gas Pool.

(3) That all provisions of prior orders issued by the Commission or Secretary-Director of the Commission that are inconsistent with the provisions of this order are hereby superseded.

(4) That the provisions of this order shall become effective January 1, 1970.


(5) 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


DAVID F. CARGO, Chairman


ALEX J. ARMILLO, Member


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

S E A L

esr/