

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

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

CASE NO. 912
Order No. R-655

THE APPLICATION OF GULF OIL
CORPORATION FOR APPROVAL OF
A 200 ACRE NON-STANDARD GAS
PRORATION UNIT IN THE EUMONT GAS
POOL, LEA COUNTY, NEW MEXICO, TO
CONSIST OF THE NE/4 AND THE NW/4 SE/4
OF SECTION 23, TOWNSHIP 19 SOUTH, RANGE
36 EAST, NMPM, SAID UNORTHODOX OR NON-
STANDARD UNIT TO BE DEDICATED TO APPLICANT'S
R. R. BELL "H" WELL NO. 1 LOCATED 1980 FEET
FROM THE NORTH LINE AND 660 FEET FROM THE
EAST LINE OF SAID SECTION 23.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a. m. on May 18, 1955, at Santa Fe, New Mexico before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 28th day of June, 1955, the Commission, a quorum being present, having considered the record and the testimony adduced at said hearing 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 cause and the subject matter thereof.
- (2) That the Commission has the power and authority to permit the formation of a gas proration unit consisting of other than a legal section after notice and hearing by the Commission.
- (3) That applicant, Gulf Oil Corporation, is the owner of oil and gas leases in Lea County, New Mexico, which leases cover lands comprising other than a legal section and described as follows:

TOWNSHIP 19 SOUTH, RANGE 36 EAST, NMPM
Section 23: NE/4, NW/4 SE/4

containing 200 acres more or less.

(4) That applicant, Gulf Oil Corporation, has a producing gas well on the aforesaid leases which well is known as applicant's R. R. Bell "H" Well No. 1, located 1980 feet FNL and 660 feet FEL of Section 23, Township 19 South, Range 38 East, NMPM, Lea County, New Mexico.

(5) That the aforesaid well was completed as a gas well in the Eumont Gas Pool on June 6, 1954, and is producing from within the horizontal and vertical limits of said gas pool as such limits are defined by Commission Order R-520 and subsequent pertinent orders.

(6) That it is impractical to pool applicant's aforesaid leases with adjoining acreage and that the owners of adjoining acreage have not objected to the formation of the proposed proration unit.

(7) That unless a proration unit consisting of applicant's aforesaid acreage is permitted, applicant will be deprived of the opportunity to recover his just and equitable share of the natural gas in the Eumont Gas Pool.

(8) That the creation of a proration unit consisting of the aforesaid acreage will prevent waste, and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of Gulf Oil Corporation for approval of an unorthodox gas proration unit consisting of the following described acreage be, and the same is hereby approved, and a proration unit consisting of the following described acreage is hereby created:

TOWNSHIP 19 SOUTH, RANGE 36 EAST, NMPM
Section 23: NE/4, NW/4 SE/4

containing 200 acres more or less.

(2) That applicant's well, R. R. BELL "H" Well No. 1, located 1980 feet FNL and 660 feet FEL of Section 23, Township 19 South, Range 36 East, NMPM, Lea County, New Mexico, in the Eumont Gas Pool, shall be granted an allowable which allowable shall be in the proportion that the above described 200 acre non-standard or unorthodox gas proration unit bears to the standard or orthodox proration unit for the Eumont Gas Pool, 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
JOHN F. SIMMS, Chairman

E. S. Walker
E. S. WALKER, Member

W. B. Macey
W. B. MACEY, Member and Secretary

