

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. 914  
Order No. R-682

THE APPLICATION OF STANOLIND OIL  
AND GAS COMPANY FOR AN ORDER  
GRANTING APPROVAL OF AN EXCEPTION  
TO RULE 5 (a), OF THE SPECIAL RULES  
AND REGULATIONS FOR THE EUMONT GAS  
POOL, OF ORDER NO. R-520 IN ESTABLISH-  
MENT OF A NON-STANDARD GAS PRORATION  
UNIT IN THE EUMONT GAS POOL, CONSISTING  
OF THE W/2 AND W/2 E/2 OF SECTION 22,  
TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM,  
LEA COUNTY, NEW MEXICO, AND THE ASSIGN-  
MENT OF SAID ACREAGE TO THEIR O. J.  
GILLULLY "B" WELL NO. 4, FOR GAS PRORATION  
PURPOSES.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a. m. on June 13, 1955 and June 28, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 15<sup>th</sup> day of September, 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 the provisions of Rule 5 (a) of the Special Rules and Regulations of the Eumont Gas Pool of Order R-520, the Commission has 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, Stanolind 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 section, and described as follows, to-wit:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM  
W/2 and W/2 E/2 of Section 22

containing 480 acres, more or less.

Order No. R-682

(4) That applicant, Stanolind Oil and Gas Company, has a producing gas well on the aforesaid lease, known as the O. J. Gillully "B" Well No. 4, located 340 feet from the North line and 340 feet from the West line of Section 22, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico.

(5) That the aforesaid mentioned well was completed as an oil well within the Monument Oil Pool in 1939 and was dually completed as a gas well in 1954 in the Eumont Gas Pool prior to the issuance of Order R-520. That this well and requested unit is located within the horizontal limits of the Eumont Gas Pool and said well is completed in the Yates, Seven Rivers and Queen formations of the Eumont Gas Pool vertical limits.

(6) That Amerada Petroleum Corporation, the owner of adjoining acreage which offsets the Gillully "B" Well No. 4 to the North, has specifically protested and objected to the 480 acre proration unit, and

(7) That all of the acreage contained in the proposed proration unit will not be efficiently drained by wells presently producing in the Eumont Gas Pool.

IT IS THEREFORE ORDERED:

(1) That the application of Stanolind Oil and Gas Company for approval of non-standard gas proration unit consisting of the W/2 and W/2 E/2 of Section 22, Township 20 South, Range 37 East, NMPM, Eumont Gas Pool, Lea County, New Mexico, be and the same is hereby denied for its O. J. Gillully "B" WELL No. 4.

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

