

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF)
THE TEXAS COMPANY FOR AN EXCEPTION TO)
ORDER NO. R-520 TO PERMIT APPLICANT)
TO ASSIGN A NON-STANDARD 160-ACRE GAS)
PRORATION UNIT TO ITS STATE "G" LEASE,)
LOCATED IN THE E/2 SE/4 OF SECTION 24)
AND S/2 SW/4 OF SECTION 19, TOWNSHIP 19)
SOUTH, RANGES 36 & 37 EAST, LEA COUNTY,)
NEW MEXICO)

CASE NO. 821

PETITION

Comes now The Texas Company, Petitioner herein, and respectfully shows to the Honorable Oil Conservation Commission of the State of New Mexico, as follows:

I.

That the Petitioner is the owner and operator of oil and gas leases known as its State "F" and "G" Leases, covering respectively the E/2 SE/4 of Section 24, Township 19S, Range 36E, and S/2 SW/4 of Section 19, Township 19S, Range 37E, Lea County, New Mexico. Order No. R-520 requires standard proration units to be in the form of a square, which is within and covers a governmental section. This Petitioner desires to form a 160-acre non-standard gas proration unit consisting of the E/2 SE/4 of Section 24, Township 19S, Range 36E, and the S/2, SW/4 of Section 19, Township 19S, Range 37E.

II.

That the Petitioner has applied for permission to recomplete as a dual its State "G" No. 2 well, located 660 feet from the south and 660 feet from the west lines of Section 19, Township 19S, Range 37E, on the aforesaid lease as a gas well to produce from the Eumont Gas Pool.

III.

The Commission has heretofore granted permission by Order No. R-497 to Continental Oil Company in Case No. 734 to form a non-standard gas unit for its State "A-19" Well No. 1 in the NE/4 SW/4 of Section 19, Township 19S, Range 37E, wherein a 40-acre proration unit consisting of the NE/4 SW/4 of said Section is the acreage assigned to said well; that permission has heretofore been requested by Phillips Petroleum Company to form a non-standard gas unit for its State Land

Office Well No. 1 in the NE/4 SW/4 of Section 19, Township 19S, Range 37E, wherein a 40-acre proration unit consisting of the NE/4 SW/4 of said section is the acreage to be assigned to said well; and that permission has heretofore been granted for dual completion by Order R-216 to Shell Oil Company which is in a non-standard gas unit for its State "C" Well No. 2 in the SE/4 NE/4 of Section 24, Township 19S, Range 36E, wherein an 80-acre proration unit consisting of the E/2 NE/4 of said section is the acreage assigned to said well and cannot be communitized.

IV.

That the granting of this application is necessary to protect correlative rights and will not interfere with the establishment of six 160-acre proration units and six reasonably spaced gas wells within Sections 24 and 19.

V.

Attached hereto and incorporated herein by reference is a plat showing the location of the unit well, the outline of the proposed 160-acre gas proration unit, and other leases in the two half sections and other wells located thereon.

WHEREFORE, Petitioner prays that this matter be set for the February 1955 Hearing, that notice be given thereof as required by law, and that upon final hearing, the Oil Conservation Commission of the State of New Mexico enter its order, authorizing Petitioner to assign a 160-acre non-standard gas proration unit to its State "G" Well No. 2 in accordance with this Petition, and the rules and regulations of the Oil Conservation Commission.

Respectfully submitted,
THE TEXAS COMPANY

By Warren W. Mankin
Warren W. Mankin
Petroleum Engineer