

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. 1111  
Order No. R-876

THE APPLICATION OF CONTINENTAL OIL  
COMPANY FOR AN ORDER GRANTING  
APPROVAL OF AN EXCEPTION TO RULE 5  
(a) OF THE SPECIAL RULES AND REGULATIONS  
FOR THE EUMONT GAS POOL AS SET FORTH IN  
ORDER NO. R-520 IN ESTABLISHMENT OF A  
NON-STANDARD GAS PRORATION UNIT OF 80  
CONTIGUOUS ACRES CONSISTING OF THE N/2  
OF THE SW/4 OF SECTION 18, TOWNSHIP 21  
SOUTH, RANGE 36 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 July 25, 1956, at Hobbs, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the New Mexico Oil Conservation Commission, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 30<sup>th</sup> day of August, 1956, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Daniel S. Nutter, 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 the applicant is the operator of a non-standard gas proration unit consisting of the SW/4 of Section 18, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, which is presently dedicated to applicant's A. M. Lockhart "A-18" No. 3 Well located 1980 feet from the South and West lines of said Section 18.
- (3) That the applicant proposes to delete the S/2 of the SW/4 of said Section 18 from the aforementioned non-standard gas proration unit, thereby creating an 80 acre non-standard gas

proration unit consisting of the N/2 of the SW/4 of said Section 18; said unit to be dedicated to the said A. M. Lockhart "A-18" No. 3 Well.

(4) That the creation of the proposed proration unit will not cause but will prevent waste, and will protect correlative rights.

IT IS THEREFORE ORDERED:

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

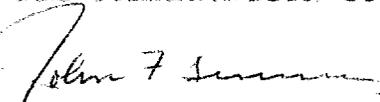
TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM  
N/2 of the SW/4 of Section 18

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

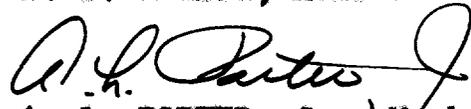
(2) That applicant's well, A. M. Lockhart "A-18" No. 3 located in the NE/4 of the SW/4 of said Section 18 shall be granted an allowable in the proportion that the above-described 80-acre unit bears to the standard proration unit for said pool, all until further order of the Commission.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

  
JOHN F. SIMMS, Chairman

  
E. S. WALKER, Member

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

