

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. 2272
Order No. R-1968

APPLICATION OF PAN AMERICAN
PETROLEUM CORPORATION FOR TWO
NON-STANDARD OIL PRORATION UNITS
AND FOR TWO UNORTHODOX OIL WELL
LOCATIONS, SAN JUAN COUNTY, NEW
MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 4, 1961, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 11th day of May, 1961, 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 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, Pan American Petroleum Corporation, seeks the establishment of an 89.62-acre non-standard oil proration unit in the Cha Cha-Gallup Oil Pool, consisting of Lots 2, 3, and 4 of Section 8, Township 28 North, Range 13 West, NMPM, San Juan County, New Mexico.

(3) That the above-described 89.62-acre non-standard oil proration unit is to be dedicated to the C. J. Holder Well No. 11, at an unorthodox location 493 feet from the North line and 660 feet from the West line of said Section 8, for which unorthodox location applicant seeks approval.

(4) That the applicant further seeks the establishment of an 89.22-acre non-standard oil proration unit in said pool, consisting of Lot 1 of Section 8 and Lots 3 and 4 of Section 9, all in Township 28 North, Range 13 West, NMPM, San Juan County, New Mexico.

-2-

CASE No. 2272

Order No. R-1968

(5) That the above-described 89.22-acre non-standard oil proration unit is to be dedicated to the C. J. Holder Well No. 12, at an unorthodox location 493 feet from the North line and 660 feet from the West line of said Section 9, for which unorthodox location applicant seeks approval.

(6) That the above-described non-standard oil proration units and unorthodox oil well locations are occasioned by a variation in the size and shape of the subdivisions lying immediately South of the Seventh Standard Parallel North in San Juan County, New Mexico.

(7) That the above-described non-standard oil proration units are presumed to be productive of oil from the Cha Cha-Gallup Oil Pool.

(8) That approval of the subject application will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That an 89.62-acre non-standard oil proration unit in the Cha Cha-Gallup Oil Pool, consisting of Lots 2, 3, and 4 of Section 8, Township 28 North, Range 13 West, NMPM, San Juan County, New Mexico, is hereby established. Said unit is to be dedicated to the C. J. Holder Well No. 11, at an unorthodox location 493 feet from the North line and 660 feet from the West line of said Section 8, which unorthodox location is hereby approved.

(2) That the allowable which will be assigned to said C. J. Holder Well No. 11 shall bear the same ratio to a standard allowable in the Cha Cha-Gallup Oil Pool as 89.62 bears to 80.

(3) That an 89.22-acre non-standard oil proration unit in the Cha Cha-Gallup Oil Pool, consisting of Lot 1 of Section 8 and Lots 3 and 4 of Section 9, all in Township 28 North, Range 13 West, NMPM, San Juan County, New Mexico, is hereby established. Said unit is to be dedicated to the C. J. Holder Well No. 12, at an unorthodox location 493 feet from the North line and 660 feet from the West line of said Section 9, which unorthodox location is hereby approved.

(4) That the allowable which will be assigned to said C. J. Holder Well No. 12 shall bear the same ratio to a standard allowable in the Cha Cha-Gallup Oil Pool as 89.22 bears to 80.

(5) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

-3-

CASE No. 2272

Order No. R-1968

DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman



E. S. WALKER, Member



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

