

Entered November 10, 1969

A.S.P.

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. 4244
Order No. R-1084-A

APPLICATION OF GULF OIL CORPORATION
FOR AN AMENDMENT TO ORDER NO. R-1084,
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 5, 1969, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 10th day of November, 1969, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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, Gulf Oil Corporation, is the owner and operator of an oil and gas lease covering the SW/4 of Section 1 and the N/2 of Section 12, all in Township 22 South, Range 36 East, NMPM, Lea County, New Mexico.

(3) That by Order No. R-1084, dated November 13, 1957, the Commission approved a 480-acre non-standard gas proration unit in the Eumont Gas Pool comprising the acreage in said lease to be dedicated to the applicant's H. T. Mattern "E" Well No. 10 (presently designated the H. T. Mattern (NCT-E) Well No. 10), located 660 feet from the South line and 1980 feet from the West line of said Section 1.

(4) That the applicant now seeks the amendment of said Order No. R-1084 to permit the simultaneous dedication of the

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non-standard gas proration unit authorized therein to the aforesaid H. T. Mattern (NCT-E) Well No. 10 and to its H. T. Mattern (NCT-E) Well No. 11, located 660 feet from the North line and 1980 feet from the East line of said Section 12.

(5) That the applicant further seeks authority to produce the allowable assigned to the unit from either of the aforesaid wells in any proportion.

(6) That the proposed non-standard gas proration unit can be efficiently and economically drained and developed by the aforesaid H. T. Mattern (NCT-E) Wells Nos. 10 and 11.

(7) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Eumont Gas Pool, will prevent the economic loss caused by the drilling of unnecessary wells, will avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

(8) That Order No. R-1084 should be superseded.

IT IS THEREFORE ORDERED:

(1) That, effective December 1, 1969, a 480-acre non-standard gas proration unit in the Eumont Gas Pool comprising the SW/4 of Section 1 and the N/2 of Section 12, all in Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and simultaneously dedicated to the Gulf Oil Corporation H. T. Mattern (NCT-E) Well No. 10 located 660 feet from the South line and 1980 feet from the West line of Section 1, and to the Gulf Oil Corporation H. T. Mattern (NCT-E) Well No. 11, located 660 feet from the North line and 1980 feet from the East line of Section 12, both in Township 22 South, Range 36 East, NMPM, Lea County, New Mexico.

(2) That the allowable assigned to the above-described non-standard gas proration unit shall be based upon the unit size of 480 acres and that the operator may produce the allowable assigned to the unit from the subject wells in any proportion.

(3) That Order No. R-1084, dated November 13, 1957, is hereby superseded.

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

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


DAVID F. CARGO, Chairman


ALEX J. ARMIGO, Member


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

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