

Entered January 21, 1958
720

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. 1362
Order No. R-1113

APPLICATION OF SCHERMERHORN OIL
CORPORATION FOR AN ORDER SUSPENDING
THE CANCELLATION OF UNDERAGE ACCRUED
TO ONE OF ITS WELLS IN THE EUMONT GAS
POOL IN LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on January 7, 1958, at Santa Fe, 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 20th day of January, 1958, 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, Schermerhorn Oil Corporation, seeks by its application in the subject case to suspend the cancellation of underproduction which had accrued as of July 1, 1957 to its Gulf-State No. 1 Well, located in the SE/4 SW/4 Section 31, Township 18 South, Range 37 East, NMPM, Eumont Gas Pool, Lea County, New Mexico.

(3) That the Commission by Order No. R-836, dated July 9, 1956, suspended the cancellation of underproduction in all prorated gas pools in Southeastern New Mexico from July 1, 1956, until July 1, 1957, and that all operators in said pools have had the additional opportunity to produce the underage which had accrued as of July 1, 1957, during the six-month proration period between July 1, 1957, and January 1, 1958.

(4) That the applicant has failed to show justification for any further suspension of the cancellation of underproduction.

-2-
Case No. 1362
Order No. R-1113

IT IS THEREFORE ORDERED:

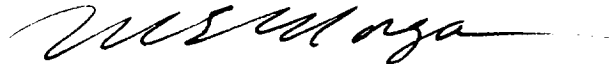
That the application of Schermerhorn Oil Corporation for the suspension of the cancellation of that portion of the underproduction accrued to the above-described well in the Eumont Gas Pool which was subject to cancellation on January 1, 1958, be and the same is hereby denied.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman



MURRAY E. MORGAN, Member



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

S E A L

ir/