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. 1412
Order No. R-1156

APPLICATION OF JOHN M. KELLY FOR THE ESTABLISHMENT OF A 240-ACRE NON-STANDARD GAS PRORATION UNIT IN THE EUMONT GAS POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 9, 1958, at Santa Fe, New Mexico, before Elvis A. Utz, 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 22nd day of April, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Elvis A. Utz, 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 applicant, John M. Kelly, is the owner of the following described acreage: E/2 SW/4, W/2 E/2 of Section 16, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That the applicant is the owner and operator of the Humble State Well No. 1, located 1980 feet from the South line and 1980 feet from the West line of said Section 16.
- (4) That said well is completed in the vertical and horizontal limits of the Eumont Gas Pool.
- (5) That the applicant proposes to dedicate the above-described acreage to the said Humble State Well No. 1.
- (6) That the establishment of the proposed non-standard gas proration unit will not cause waste nor impair correlative rights.
 - (7) That the application should be granted.

-2-Case No. 1412 Order No. R-1156

IT IS THEREFORE ORDERED:

- (1) That the application of John M. Kelly for the establishment of a 240-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of the E/2 SW/4, W/2 E/2 of Section 16, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby granted, said unit to be dedicated to the applicant's Humble State Well No. 1, located 1980 feet from the South line and 1980 feet from the West line of said Section 16.
- (2) That the said Humble State Well No. 1 be designated as the unit well for said unit and that the same be granted an allowable in the proportion that the above-described acreage bears to the standard proration unit for the Eumont Gas Pool, subject to the Special Rules and Regulations for the Eumont Gas Pool as set forth in Order No. R-520.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

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MURRAY E. MORGAN, Member

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

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