Entered april 39,1958

# 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. 1408 Order No. R-1170

APPLICATION OF DELHI-TAYLOR OIL CORPORATION FOR THE ESTABLISHMENT OF A 170.58-ACRE NON-STANDARD GAS PRORATION UNIT IN THE AZTEC-PICTURED CLIFFS GAS POOL, 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 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  $28^{\frac{t}{h}}$  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 the applicant, Delhi-Taylor Oil Corporation, is the owner of two oil and gas leases covering the following described acreage:
- SW/4 of partial Section 30 and the N/2 NW/4 of partial Section 31, Township 29 North, Range 8 West, NMPM, San Juan County, New Mexico.
- (3) That the applicant is the owner and operator of the Jones Well No. 3, located 1750 feet from the South line and 1090 feet from the West line of said Section 30.
- (4) That the applicant proposes to dedicate the above-described acreage to the said Jones Well No. 3.
- (5) That the proposed non-standard proration unit is necessitated by a variation in legal subdivision of the U.S. Public Land Surveys.

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- (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.

#### IT IS THEREFORE ORDERED:

- 1. That the application of Delhi-Taylor Oil Corporation for the establishment of a 170.58-acre non-standard gas proration unit in the Aztec-Pictured Cliffs Gas Pool, consisting of the SW/4 of partial Section 30 and the N/2 NW/4 of partial Section 31, Town-ship 29 North, Range 8 West, NMPM, San Juan County, New Mexico, be and the same is hereby granted. Said unit is to be dedicated to the applicant's Jones Well No. 3 located 1750 feet from the South line and 1090 feet from the West line of said Section 30.
- 2. That the said Jones Well No. 3 be designated as the unit well for said unit and that the same be granted an acreage factor for allowable purposes in the proportion that the above-described acreage bears to the standard proration unit for the Aztec-Pictured Cliffs Gas Pool, subject to the Special Rules and Regulations for the Aztec-Pictured Cliffs Gas Pool as set forth in Order No. R-565-C.

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

52 ml

Memor

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

MURRAY E. MORGAN, Member

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

SEAL