Entered August 7, 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 NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 1487 Order No. R-1232

APPLICATION OF OHIO OIL COMPANY FOR TWO 160-ACRE NON-STANDARD GAS PRORATION UNITS IN THE TUBB GAS POOL AND FOR TWO 160-ACRE NON-STANDARD GAS PRORATION UNITS IN THE BLINEBRY 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 July 24, 1958, at Santa Fe, New Mexico, before Elvis A. Utz, 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 $6^{\frac{t}{2}}$ day of August, 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, Ohio Oil Company, is the operator of the SE/4, S/2 NE/4, and the E/2 SW/4 of Section 24, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant is the operator of the followingdescribed wells: J. L. Muncy Well No. 1, located 660 feet from the South line and 660 feet from the East line of said Section 24; J. L. Muncy Well No. 2, located 1980 feet from the South line and 1980 feet from the West line of said Section 24; J. L. Muncy Well No. 3, located 350 feet from the South line and 1720 feet from the West line of said Section 24.

(4) That by Order R-815 the applicant was granted a 160acre non-standard gas proration unit in the Blinebry Gas Pool for the said J. L. Muncy Well No. 3, such unit consisting of the E/2SW/4 and W/2 SE/4 of said Section 24.

(5) That the SE/4 of said Section 24 is presently dedicated to the said J. L. Muncy Well No. 1 in the Tubb Gas Pool.

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(6) That Administrative Order DC-630 authorized the gasgas dual completion of the said J. L. Muncy Well No. 2 in the Blinebry Gas Pool and the Tubb Gas Pool.

(7) That the applicant proposes the establishment of a 160-acre non-standard gas proration unit in the Blinebry Gas Pool, consisting of the SE/4 SW/4, SW/4 SE/4, and the E/2 SE/4 of said Section 24 to be dedicated to said J. L. Muncy Well No. 3.

(8) That the applicant proposes the establishment of a 160-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of the SE/4 SW/4, SW/4 SE/4, and the E/2 SE/4 of said Section 24 to be dedicated to said J. L. Muncy Well No. 1.

(9) That the applicant proposes the establishment of a 160-acre non-standard gas proration unit in the Blinebry Gas Pool, consisting of the NE/4 SW/4, NW/4 SE/4 and the S/2 NE/4 of said Section 24 to be dedicated to said J. L. Muncy Well No. 2.

(10) That the applicant proposes the establishment of a 160-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of the NE/4 SW/4, NW/4 SE/4, and the S/2 NE/4 of said Section 24 to be dedicated to said J. L. Muncy Well No. 2.

(11) That approval of the subject application will not cause waste nor impair correlative rights.

(12) That the subject application should be approved contingent upon the successful dual completion of the said J. L. Muncy Well No. 2 as a gas-gas dual in the Blinebry Gas Pool and the Tubb Gas Pool and the Commission being notified of such completion.

IT IS THEREFORE ORDERED:

(1) That the 160-acre non-standard gas proration unit in the Blinebry Gas Pool consisting of the E/2 SW/4 and W/2 SE/4 of Section 24, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, approved by Order No. R-815, be and the same is hereby superseded contingent upon the successful dual completion in the Blinebry Gas Pool and Tubb Gas Pool of the J. L. Muncy Well No. 2, located 1980 feet from the South line and 1980 feet from the West line of said Section 24.

(2) That a 160-acre non-standard gas proration unit in the Blinebry Gas Pool, consisting of the SE/4 SW/4, SW/4 SE/4, and the E/2 SE/4 of said Section 24 be and the same is hereby established. Said unit is to be dedicated to the applicant's J. L. Muncy Well No. 3, located 350 feet from the South line and 1720 feet from the West line of said Section 24.

(3) That a 160-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of the SE/4 SW/4, SW/4 SE/4, and the E/2 SE/4 of said Section 24 be and the same is hereby established. Said unit is to be dedicated to the applicant's J. L. Muncy Well No. 1, located 660 feet from the South line and 660 feet from the East line of said Section 24. -3-Case No. 1487 Order No. R-1232

(4) That a 160-acre non-standard gas proration unit in the Blinebry Gas Pool, consisting of the NE/4 SW/4, NW/4 SE/4, and the S/2 NE/4 of said Section 24 be and the same is hereby established. Said unit is to be dedicated to the above-described J. L. Muncy Well No. 2.

(5) That a 160-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of the NE/4 SW/4, NW/4 SE/4, and the S/2 NE/4 of said Section 24 be and the same is hereby established. Said unit is to be dedicated to the above-described J. L. Muncy Well No. 2.

(6) That establishment of each of the above-described nonstandard proration units is contingent upon the successful dual completion of said J. L. Muncy Well No. 2 as a gas-gas dual in the Blinebry Gas Pool and Tubb Gas Pool.

(7) That immediately upon dual completion of the abovereferenced J. L. Muncy Well No. 2, the applicant shall notify the Commission by letter as to the results thereof.

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

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

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