Entered Sinly 12, 1963

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. 2822 Order No. R-1253-A

APPLICATION OF GULF OIL CORPORATION FOR A NON-STANDARD GAS PRORATION UNIT, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 22, 1963, at Santa Fe, New Mexico, before Daniel S. Nutter, 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 <u>llth</u> day of June, 1963, 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 Order No. R-1253 established a 120-acre non-standard gas proration unit in the Blinebry Gas Pool comprising the E/2 SE/4 of Section 28 and the NE/4 NE/4 of Section 33, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, to be dedicated to the Gulf Oil Corporation J. N. Carson (NCT-C) Well No. 6, located 330 feet from the South line and 965 feet from the East line of said Section 28.
- (3) That the applicant, Gulf Oil Corporation, has completed a Blinebry oil well in the NE/4 SE/4 of said Section 28.
- (4) That due to the prohibition against dual dedication of acreage to a gas well in the Blinebry Gas Pool and to an oil well in the Blinebry Oil Pool, the applicant seeks approval of an 80-acre non-standard gas proration unit comprising the SE/4 SE/4 of Section 28 and the NE/4 NE/4 of Section 33, Township 21 South, Range 37 East, NMPM, Blinebry Gas Pool, Lea County, New Mexico, to be dedicated to its J. N. Carson (NCT-C) Well No. 6.
- (5) That the subject application should be approved in order to afford the applicant an opportunity to produce its just

-2-CASE No. 2822 Order No. R-1253-A

and equitable share of the oil in the Blinebry Oil Pool and its just and equitable share of the gas in the Blinebry Gas Pool, thereby preventing waste and protecting correlative rights.

(6) That Order No. R-1253 should be superseded insofar as it is inconsistent with this order.

IT IS THEREFORE ORDERED:

- (1) That an 80-acre non-standard gas proration unit in the Blinebry Gas Pool comprising the SE/4 SE/4 of Section 28 and the NE/4 NE/4 of Section 33, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, is hereby established, and dedicated to the Gulf Oil Corporation J. N. Carson (NCT-C) Well No. 6, located 330 feet from the South line and 965 feet from the East line of said Section 28.
- (2) That Order No. R-1253 is hereby superseded insofar as it is inconsistent with this order.
- (3) That this order shall be effective the date an oil well allowable in the Blinebry Oil Pool was assigned to the Gulf Oil Corporation J. N. Carson (NCT-C) Well No. 8, located 1980 feet from the South line and 990 feet from the East line of Section 28, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.
- (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

JACK M. CAMPBELL, Chairman

E. S. WALKER, Member

SEAL

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