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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. 1506 Order No. R-1253

APPLICATION OF GULF OIL CORPORATION FOR TWO NON-STANDARD GAS PRORATION UNITS IN THE BLINEBRY GAS POOL AND FOR TWO NON-STANDARD GAS PRORATION UNITS IN THE TUBB 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 September 10, 1958, 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 gotham day of September, 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, Gulf Oil Corporation, is the operator of the NE/4 SW/4 and the SE/4 of Section 28 and the NW/4 NE/4 and the NE/4 NE/4 of Section 33, all in Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That the applicant is the operator of the following-described wells:
 - J. N. Carson "C" Well No. 6, located 330 feet from the South line and 965 feet from the East line of said Section 28, which well is completed in the Blinebry Gas Pool.

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- J. N. Carson "C" Well No. 3, located 640 feet from the South line and 660 feet from the East line of said Section 28, which well is dually completed in the Tubb Gas Pool and the Drinkard (Oil) Pool.
- J. N. Carson "A" Well No. 4, located 554 feet from the South line and 2086 feet from the East line of said Section 28, which well is dually completed in the Blinebry Gas Pool and the Drinkard (Oil) Pool.
- J. N. Carson "A" Well No. 6, located 2086 feet from the South line and 2086 feet from the East line of said Section 28, which well is dually completed in the Tubb Gas Pool and the Drinkard (Oil) Pool.
- (4) That applicant presently has a 160-acre standard gas proration unit in both the Blinebry and Tubb Gas Pools, consisting of the SE/4 of said Section 28 and dedicated respectively to the said J. N. Carson "A" Well No. 4 and the J. N. Carson "C" Well No. 3.
- (5) That the applicant proposes the establishment of four non-standard gas proration units, two in the Blinebry Gas Pool and two in the Tubb Gas Pool, to-wit:
 - A 160-acre non-standard gas proration unit in both the Blinebry and Tubb Gas Pools, consisting of the NE/4 SW/4 and the W/2 SE/4 of said Section 28 and the NW/4 NE/4 of said Section 33 to be dedicated respectively to the aforesaid J. N. Carson "A" Well No. 4 and the J. N. Carson "A" Well No. 6.
 - A 120-acre non-standard gas proration unit in both the Blinebry and Tubb Gas Pools, consisting of the E/2 SE/4 of said Section 28 and the NE/4 NE/4 of said Section 33 to be dedicated respectively to the aforesaid J. N. Carson "C" Well No. 6 and the J. N. Carson "C" Well No. 3.
- (6) That the applicant proposes the above-described arrangement of dedicated acreage in order to eliminate the necessity of developing wells within the residential section of Eunice, New Mexico.
- (7) That approval of the subject application will not cause waste nor impair correlative rights.

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IT IS THEREFORE ORDERED:

- That a 160-acre non-standard gas proration unit in the Blinebry Gas Pool, consisting of the NE/4 SW/4 and the W/2 SE/4 of Section 28 and the NW/4 NE/4 of Section 33, all in Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to the applicant's J. N. Carson "A" Well No. 4, located 554 feet from the South line and 2086 feet from the East line of said Section 28.
- (2) That a 160-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of the NE/4 SW/4 and the W/2 SE/4 of said Section 28 and the NW/4 NE/4 of said Section 33, be and the same is hereby established. Said unit is to be dedicated to the applicant's J. N. Carson "A" Well No. 6, located 2086 feet from the South line and 2086 feet from the East line of said Section 28.
- (3) That a 120-acre non-standard gas proration unit in the Blinebry Gas Pool, consisting of the E/2 SE/4 of said Section 28 and the NE/4 NE/4 of said Section 33, be and the same is hereby established. Said unit is to be dedicated to the applicant's J. N. Carson "C" Well No. 6, located 330 feet from the South line and 965 feet from the East line of said Section 28.
- (4) That a 120-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of the E/2 SE/4 of said Section 28 and the NE/4 NE/4 of said Section 33, be and the same is hereby established. Said unit is to be dedicated to the applicant's J. N. Carson "C" Well No. 3, located 640 feet from the South line and 660 feet from the East line of said Section 28.
- That each of the non-standard gas proration units (5) created above be assigned an allowable in the appropriate pool in the proportion that the acreage contained in said unit bears to the acreage contained in a standard proration unit for the pool.
- (6) That the establishment of the above-described nonstandard gas proration units and the allowables assigned thereto shall become effective November 1, 1958, provided that all applicable pool rules and regulations have been complied with on that date.

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

STATE OF NEW MEXICO

OIL CONSERVATION COMMISSION

Mechem, Chairman

L. Porter, Jr., Member & Secretary

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