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. 1516 Order No. R-1317

Enlered January 28, 1959

APPLICATION OF EL PASO NATURAL GAS COMPANY FOR TWO NON-STANDARD GAS PRORATION UNITS AND ONE UNORTHODOX GAS WELL LOCATION IN THE JALMAT 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 January 7, 1959, 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 14th., day of January, 1959, 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, El Paso Natural Gas Company, is the operator of the SW/4 of Section 4 and the NW/4 of Section 9, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant is the operator of the followingdescribed wells:

Wells Federal No. 3 Well, located 1980 feet from the South line and 1980 feet from the West line of said Section 4.

Wells Federal No. 11 Well, located 430 feet from the South line and 2317 feet from the West line of said Section 4.

(4) That the applicant proposes the establishment of two non-standard gas proration units in the Jalmat Gas Pool, to-wit: -2-Case No. 1516 Order No. R-1317

A 120-acre non-standard gas proration unit consisting of the N/2 SW/4 and the SW/4 SW/4 of said Section 4, to be dedicated to the above-described Wells Federal No. 3 Well.

A 200-acre non-standard gas proration unit consisting of the SE/4 SW/4 of said Section 4 and the NW/4 of said Section 9, to be dedicated to the above-described Wells Federal No. 11 Well.

(5) That the applicant further seeks approval of the unorthodox gas well location of said Wells Federal No. 11 Well.

(6) That by Administrative Order NSP-369 applicant was granted a 160-acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the SW/4 of said Section 4 and dedicated to said Wells Federal No. 3 Well; That said NSP-369 should now be cancelled.

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

IT IS THEREFORE ORDERED:

(1) That a 120-acre non-standard gas proration unit in the Jalmat Gas Pool, consisting of the N/2 SW/4 and the SW/4 SW/4 of Section 4, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to applicant's Wells Federal No. 3 Well, located 1980 feet from the South line and 1980 feet from the West line of said Section 4.

(2) That the said Wells Federal No. 3 Well be granted an acreage factor for allowable purposes in the proportion that the above-described acreage bears to a standard gas provation unit for the Jalmat Gas Pool.

(3) That a 200-acre non-standard gas proration unit in the Jalmat Gas Pool, consisting of the SE/4 SW/4 of said Section 4 and the NW/4 of Section 9, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to applicant's Wells Federal No. 11 Well, located 430 feet from the South line and 2317 feet from the West line of said Section 4.

(4) That the said Wells Federal No. 11 Well be granted an acreage factor for allowable purposes in the proportion that the above-described acreage bears to a standard gas proration unit for the Jalmat Gas Pool. -3-Case No. 1516 Order No. R-1317

(5) That the unorthodox gas well location of the said Wells Federal No. 11 Well be and the same is hereby approved.

(6) That Administrative Order NSP-369 be and the same is hereby cancelled.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION John Burrouglis

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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

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