Entered February 5, 1959

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. 1585 Order No. R-1328

APPLICATION OF CONTINENTAL OIL COMPANY FOR THE ESTABLISHMENT OF A 120-ACRE NON-STANDARD GAS PRORATION UNIT 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 January 22, 1959, 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>2nd</u> day of February, 1959, 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, Continental Oil Company, is the owner and operator of the E/2 NE/4 and the NE/4 SE/4 of Section 17, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That the applicant is the operator of the Lockhart A-17 Well No. 4, located 660 feet from the North line and 660 feet from the East line of said Section 17.
- (4) That the applicant proposes the establishment of a 120-acre non-standard gas proration unit in the Tubb Gas Pool consisting of the E/2 NE/4 and the NE/4 SE/4 of said Section 17, to be dedicated to said Lockhart A-17 Well No. 4.
- (5) That approval of the subject application will not cause waste nor impair correlative rights.

-2-Case No. 1585 Order No. R-1328

IT IS THEREFORE ORDERED:

- (1) That a 120-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of the E/2 NE/4 and the NE/4 SE/4 of Section 17, 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 Lockhart A-17 Well No. 4, located 660 feet from the North line and 660 feet from the East line of said Section 17.
- (2) That the said Lockhart A-17 Well No. 4 be granted an allowable in the proportion that the acreage in said unit bears to the acreage in a standard gas proration unit for the Tubb Gas Pool, subject to the Special Rules and Regulations for the Tubb Gas Pool.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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

SEAL