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. 1592 Order No. R-1338

Enlered February 24, 1737

APPLICATION OF AMERADA PETROLEUM CORPORATION FOR AN ORDER EXTENDING THE HORIZONTAL LIMITS OF THE BAGLEY-UPPER PENNSYLVANIAN GAS POOL IN LEA COUNTY, NEW MEXICO, AND FOR A 320-ACRE NON-STANDARD GAS PRORATION UNIT IN SAID POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on February 4, 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 18th., day of February, 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 seeks an order extending the horizontal limits of the Bagley-Upper Pennsylvanian Gas Pool to include the E/2 of Section 33 and the NW/4 of Section 34, Township 11 South, Range 33 East, NMPM, Lea County, New Mexico.

(3) That the above-described acreage may reasonably be presumed to be productive of gas from the Bagley-Upper Pennsylvanian Gas Pool.

(4) That the applicant further proposes the establishment of a 320-acre non-standard gas proration unit in the Bagley-Upper Pennsylvanian Gas Pool comprising the NE/4 of said Section 33 and the NW/4 of said Section 34. Said unit is to be dedicated to applicant's State BT "M" Well No. 2, located 1980 feet from the North line and 660 feet from the East line of said Section 33. -2-Case No. 1592 Order No. R-1338

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

IT IS THEREFORE ORDERED:

(1)That the horizontal limits of the Bagley-Upper Pennsylvanian Gas Pool in Lea County, New Mexico, be and the same are hereby extended to include the E/2 of Section 33 and the NW/4 of Section 34, Township 11 South, Range 33 East, NMPM, Lea County, New Mexico.

(2) That a 320-acre non-standard gas proration in the Bagley-Upper Pennsylvanian Gas Pool comprising the NE/4 of said Section 33 and the NW/4 of said Section 34 be and the same is hereby established. Said unit is to be dedicated to the applicant's State BT "M" Well No. 2, located 1980 feet from the North line and 660 feet from the East line of said Section 33.

IT IS FURTHER ORDERED:

That this order, and all of the provisions herein contained, shall become effective March 1, 1959.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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JOHN BURROUGHS, Chairman

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MURRAY E. MORGAN, Member

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

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