

*Entered August 17, 1959  
C.R.P.*

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. 1707  
Order No. R-1448

APPLICATION OF CONTINENTAL OIL  
COMPANY FOR TWO NON-STANDARD  
OIL PRORATION UNITS IN AN  
UNDESIGNATED DELAWARE POOL,  
LEA COUNTY, NEW MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9:00 o'clock a.m. on July 8, 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 31st day of July, 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 is the owner and the operator of the E. Payne 35 Lease, comprising Lots 1, 2, 3, and 4 of Section 35, Township 26 South, Range 32 East, NMPM, Lea County, New Mexico.
- (3) That the applicant proposes the establishment of two non-standard oil proration units in an undesignated Delaware pool underlying the said E. Payne 35 Lease, one such unit consisting of Lots 1 and 2 (49.78 acres) of said Section 35, the other such unit consisting of Lots 3 and 4 (49.86 acres) of said Section 35.
- (4) That the applicant proposes that the unit well for the non-standard unit consisting of said Lots 1 and 2 be located 1650 feet from the North line and 330 feet from the East line of said Section 35.

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(5) That the applicant proposes that the unit well for the non-standard unit consisting of said Lots 3 and 4 be located 1650 feet from the North line and 2310 feet from the West line of said Section 35.

(6) That the need for said non-standard oil proration units is occasioned by a deviation in the United States Public Land Survey along the State line.

(7) That it would be uneconomical to drill one well on each of the aforesaid four lots.

(8) That approval of the subject application will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That a 49.78-acre non-standard oil proration unit in an undesignated Delaware pool consisting of Lots 1 and 2 of Section 35, Township 26 South, Range 32 East, NMPM, Lea County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to a well to be located 1650 feet from the North line and 330 feet from the East line of said Section 35.

(2) That a 49.86-acre non-standard oil proration unit in an undesignated Delaware pool consisting of Lots 3 and 4 of said Section 35 be and the same is hereby established. Said unit is to be dedicated to a well to be located 1650 feet from the North line and 2310 feet from the West line of said Section 35.


(3) That each of said unit wells shall be assigned an allowable in the proportion that the acreage dedicated to the well bears to the acreage in a standard oil proration unit in the same common source of supply.

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

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