Entered Cinquest 14, 1759 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. 1693

Order No. R-1453

APPLICATION OF AMERADA PETRO-LEUM CORPORATION FOR THREE 43.69-ACRE NON-STANDARD OIL PRORATION UNITS IN AN UNDES-IGNATED MISSISSIPPIAN POOL LEA COUNTY, NEW MEXICO, AND FOR ONE UNORTHODOX OIL WELL LOCATION

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 8:00 o'clock a.m. on June 24, 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 <u>31st</u> day of July, 1959, the Commission, a quorum being present, having considered the application, the evidence address of the state dence adduced, and the recommendations of the Examiner, Elvis A. Utz, and being fully advised in the premises,

FINDS:

- 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, Amerada Petroleum Corporation, is the owner and operator of the SE/4 of Section 11, Township 13 South, Range 38 East, NMPM, Lea County, New Mexico, which quarter section contains 131.07 acres.
- (3) That the applicant proposes to divide the SE/4 of said Section 11 into three 43.69-acre non-standard oil proration units in an undesignated Mississippian pool, the first of which would comprise the easternmost 43.69 acres of the SE/4 of said Section 11, with the other two units comprising the north 43.69 acres of the remaining acreage in the SE/4 of Section 11 and the south 43.69 acres of the remaining acreage in the SE/4 of said Section 11, respectively.

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- (4) That the applicant proposes to dedicate the first of the above-described non-standard oil proration units to a well to be drilled at an unorthodox location 1983 feet from the South line and 520 feet from the East line of said Section 11; further, that the applicant proposes to dedicate the two remaining non-standard oil proration units to wells to be located 1982 feet from the South line and 1515 feet from the East line of said Section 11 and 660 feet from the South line and 1479 feet from the East line of said Section 11, respectively.
- (5) That approval of the subject application will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

- (1) That three 43.69-acre non-standard oil proration units in an undesignated Mississippian pool be and the same are hereby established in the SE/4 of Section 11, Township 13 South, Range 38 East, NMPM, Lea County, New Mexico; the first such non-standard oil proration unit shall comprise the easternmost 43.69 acres of the SE/4 of said Section 11 and shall be dedicated to a well which is hereby authorized to be drilled at an unorthodox location 1983 feet from the South line and 520 feet from the East line of said Section 11; the second such non-standard oil proration unit shall comprise the N/2 of the remaining acreage in the SE/4 of said Section 11 and shall be dedicated to a well to be drilled 1982 feet from the South line and 1515 feet from the East line of said Section 11; the third such non-standard oil proration unit shall comprise the S/2 of the remaining acreage in the SE/4 of said Section 11 and shall be dedicated to a well to be drilled 660 feet from the South line and 1479 feet from the East line of said Section 11.
- (2) That the allowable assigned to each of the above-described 43.69-acre non-standard oil proration units shall bear the same ratio to a standard allowable in the same common source of supply as the acreage in each of said units bears to the acreage in a standard 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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