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. 1747 Order No. R-1479

APPLICATION OF GEORGE L. BUCKLES COMPANY FOR A NON-STANDARD OIL PRORATION UNIT IN AN UNDESIGNATED DELAWARE 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 August 19, 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>8th</u> day of September, 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, George L. Buckles Company, is the operator of a lease which includes Lots 1 and 2 of Section 34, Township 26 South, Range 32 East, NMPM, Lea County, New Mexico.

(3) That the applicant proposes the establishment of a 49.82-acre non-standard oil proration unit in an undesignated Delaware pool, consisting of the above-described Lots 1 and 2 of said Section 34. -2-Case No. 1747 Order No. R-1479

(4) That the applicant proposes to dedicate said nonstandard oil proration unit to its Elliott-Federal Well No. 1, located 330 feet from the South line and 330 feet from the East line of said Section 34.

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

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

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

IT IS THEREFORE ORDERED:

(1) That a 49.82-acre non-standard oil proration unit in an undesignated Delaware pool consisting of Lots 1 and 2 of Section 34, 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 the Elliott-Federal Well No. 1, located 330 feet from the South line and 330 feet from the East line of said Section 34.

(2) That the allowable assigned to the above-described 49.82-acre non-standard oil proration unit shall bear the same ratio to a standard allowable in the same common source of supply as the acreage in said unit 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

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JOHN BURROUGHS, Chairman

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MURRAY E. MORGAN, Member Taiter PORTER, Jr., Member & Secretary

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