

*Entered October 22, 1959 /  
O.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. 1786  
Order No. R-1503

APPLICATION OF THE ATLANTIC  
REFINING COMPANY FOR THE  
ESTABLISHMENT OF TWO NON-  
STANDARD OIL PRORATION UNITS  
AND FOR APPROVAL OF TWO UN-  
ORTHODOX WELL LOCATIONS IN  
THE HORSESHOE-GALLUP OIL  
POOL, SAN JUAN COUNTY, NEW  
MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 7, 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 19th day of October, 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 is the operator of two 40-acre tracts in portions of Sections 28 and 33, both in Township 31 North, Range 16 West, NMPM, San Juan County, New Mexico, comprising the following described acreage:

(a) A 40-acre tract consisting of a portion of the W/2 W/2 of said Section 33, more particularly described as follows:

Beginning at the Southwest corner of the SW/4 SW/4 of said Section 33; thence North 3,583.46 feet; thence East 486.1 feet; thence South 3,584.8 feet to the South line of said Section 33; thence West 486.1 feet to the point of beginning.

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(b) A 40-acre tract consisting of a portion of the W/2 SW/4 of said Section 28 and a portion of the W/2 NW/4 of said Section 33, more particularly described as follows:

Beginning at a point 339.6 feet South of the Southwest corner of the NW/4 NW/4 of said Section 33; thence North 3,584.5 feet along the West lines of said Sections 33 and 28; thence East 486.1 feet; thence South 3,584.5 feet; thence West 486.1 feet to the point of beginning.

3. That the applicant proposes the establishment of two non-standard oil proration units in the Horseshoe-Gallup Oil Pool, the first of which would comprise the 40-acre tract described in Part (a) of Finding No. (2), and the second of which would comprise the 40-acre tract described in Part (b) of Finding No. (2).

4. That the applicant proposes to dedicate the above-described units respectively to wells to be drilled at the following unorthodox locations:

(a) A well located 1,980 feet from the South line and 386 feet from the West line of said Section 33.

(b) A well located 660 feet from the North line and 386 feet from the West line of said Section 33.

5. That approval of the subject application will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That two 40-acre non-standard oil proration units in the Horseshoe-Gallup Oil Pool be and the same are hereby established in portions of Sections 28 and 33, Township 31 North, Range 16 West, NMPM, San Juan County, New Mexico, comprising respectively:

(a) A 40-acre tract consisting of a portion of the W/2 W/2 of said Section 33, specifically described as follows:

Beginning at the Southwest corner of the SW/4 SW/4 of said Section 33; thence North 3,583.46 feet; thence East 486.1 feet; thence South 3,584.8 feet to the South line of said Section 33; thence West 486.1 feet to the point of beginning.

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(b) A 40-acre tract consisting of a portion of the W/2 SW/4 of said Section 28 and a portion of the W/2 NW/4 of said Section 33, specifically described as follows:

Beginning at a point 339.6 feet South of the Southwest corner of the NW/4 NW/4 of said Section 33; thence North 3,584.5 feet along the West lines of said Sections 33 and 28; thence East 486.1 feet; thence South 3,584.5 feet; thence West 486.1 feet to the point of beginning.

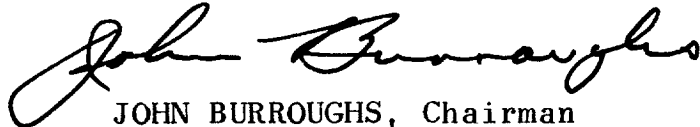
(2) That the applicant be and the same is hereby authorized to dedicate the above-described non-standard oil proration units respectively to wells to be drilled at unorthodox locations as follows:

(a) A well located 1,980 feet from the South line and 386 feet from the West line of said Section 33.

(b) A well 660 feet from the North line and 386 feet from the West line of said Section 33.

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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