BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

C. L.P.

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE No. 2251 Order No. R-1949

APPLICATION OF TEXACO INC. FOR A NON-STANDARD GAS PRORATION UNIT AND FOR AN UNORTHODOX GAS WELL LOCATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 19, 1961, at Santa Fe, New Mexico, before A. L. Porter, Jr., 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>28th</u> day of April, 1961, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, A. L. Porter, Jr., 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, Texaco Inc., seeks the establishment of a 275.96-acre non-standard gas proration unit in the Jalmat Gas Pool, consisting of the SW/4, the E/2 SE/4 and the NW/4 SE/4 of Section 31, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the above-described non-standard gas proration unit can reasonably be presumed to be productive of gas from the Jalmat Gas Pool.

(4) That the applicant proposes to dedicate the abovedescribed non-standard gas proration unit to its E. E. Blinebry Well No. 2, located at an unorthodox location at a point 1980 feet from the South line and 660 feet from the East line of said Section 31, for which unorthodox location approval is sought.

(5) That the establishment of the above-described nonstandard gas proration unit and approval of the unorthodox gas -2-CASE No. 2251 Order No. R-1949

well location will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That a 275.96-acre non-standard gas proration unit in the Jalmat Gas Pool, consisting of the SW/4, the E/2 SE/4 and the NW/4 SE/4 of Section 31, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico, is hereby established.

(2) That the applicant is hereby granted permission to locate its E. E. Blinebry Well No. 2 at an unorthodox location at a point 1980 feet from the South line and 660 feet from the East line of said Section 31, to which well the above-described non-standard gas provation unit is to be dedicated.

(3) That the acreage factor for allowable purposes assigned to the above-described 275.96-acre non-standard gas proration unit shall bear the same ratio to a standard acreage factor as the acreage in said unit bears to the acreage in a standard gas proration unit in the Jalmat Gas Pool.

(4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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EDWIN L. MECHEM, Chairman

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E. S. WALKER, Member

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

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