BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

C. P.

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

> CASE NO. 2366 Order No. R-2056

APPLICATION OF TEXACO INC. FOR A NON-STANDARD GAS PRORATION UNIT IN THE JALMAT GAS 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 30, 1961, 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>7th</u> day of September, 1961, 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, Texaco Inc., seeks the establishment of a 198.64-acre non-standard gas proration unit in the Jalmat Gas Pool, consisting of the SW/4 NW/4 of Section 4 and the NE/4 of Section 5, all in Township 24 South, Range 37 East, NMPM, Lea County, New Mexico. Applicant proposes to dedicate said unit to its E. D. Fanning Well No. 7, located 1980 feet from the North line and 1980 feet from the East line of said Section 5.

(3) That the acreage contained in the proposed non-standard proration unit can reasonably be presumed to be productive of gas from the Jalmat Gas Pool.

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

IT IS THEREFORE ORDERED:

(1) That a 198.64-acre non-standard gas proration unit in the Jalmat Gas Pool is hereby established, consisting of the SW/4 NW/4 of Section 4 and the NE/4 of Section 5, all in Township 24 South, Range 37 East, NMPM, Lea County, New Mexico. Said unit shall be dedicated to the E. D. Fanning Well No. 7, located 1980 feet from the North line and 1980 feet from the East line of said Section 5.

(2) That the acreage factor for allowable purposes assigned to the above-described 198.64-acre non-standard gas proration unit shall be the ratio of the acreage in the subject proration unit to the acreage in a standard gas proration unit in the Jalmat Gas Pool.

(3) 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

× men EDWIN L. MECHEM, Chairman

LUD2Con E. S. WALKER, Member

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

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