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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. 2386 Order No. R-2077

APPLICATION OF CONTINENTAL OIL COMPANY FOR THE ESTABLISHMENT OF TWO 40-ACRE NON-STANDARD OIL PRORATION UNITS IN THE EMPIRE-ABO POOL, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on September 20, 1961, 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>9th</u> day of October, 1961, 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, Continental Oil Company, seeks the establishment of two non-standard oil proration units in the Empire-Abo Pool, described as follows:

- (a) Lot 2 and the Southernmost 12.06 acres of Lot 1 of Section 30, Township 17 South, Range 29 East, NMPM, Eddy County, New Mexico, comprising 40 acres.
- (b) Lot 3 and the Northernmost 11.83 acres of Lot 4 of said Section 30, comprising 40 acres.

(3) That the two above-described 40-acre non-standard oil proration units are to be dedicated, respectively, to the following wells:

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- (a) State S-30 Well No. 1, located 2310 feet from the North line and 330 feet from the West line of said Section 30.
- (b) State S-30 Well No. 3, to be drilled approximately 1980 feet from the South line and 330 feet from the West line of said Section 30.

(4) That each of the proposed 40-acre non-standard oil proration units can reasonably be presumed to be productive of oil from the Empire-Abo Pool.

(5) That approval of the subject application will not cause waste and will not impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That the following-described non-standard oil proration units in the Empire-Abo Pool, Eddy County, New Mexico, are hereby established:

- (a) Lot 2 and the Southernmost 12.06 acres of Lot 1 of Section 30, Township 17 South, Range 29 East, NMPM, comprising 40 acres; said unit is to be dedicated to applicant's State S-30 Well No. 1, located 2310 feet from the North line and 330 feet from the West line of said Section 30.
- (b) Lot 3 and the Northernmost 11.83 acres of Lot 4 of said Section 30, comprising 40 acres; said unit is to be dedicated to the applicant's proposed State S-30 Well No. 3, to be drilled approximately 1980 feet from the South line and 330 feet from the West line of said Section 30.

(2) 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 EDŴIN L. MECHEM, Chairman WALKER Member E 11 -A. L. PORTER, Jr., Member & Secretary

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