

Entered November 16, 1962

E. J. 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. 2674  
Order No. R-2357

APPLICATION OF TEXACO INC.  
FOR TWO NON-STANDARD GAS  
PRORATION UNITS, LEA COUNTY,  
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 24, 1962, 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 6th day of November, 1962, 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., is the operator of the J. K. Rector Lease comprising the SE/4 of Section 30 and the N/2 of the NE/4 of Section 31, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico.

(3) That the applicant has three wells completed on the aforesaid lease with the following acreage dedicated to each respective well as a proration unit:

<u>Name of Well</u>	<u>Well No.</u>	<u>Unit</u>	<u>Section</u>	<u>Dedicated Acreage</u>
Texaco-J. K. Rector	2	P	30	SE/4 SE/4 Section 30
Texaco-J. K. Rector	3	J	30	N/2 SE/4 Section 30
Texaco-J. K. Rector	4	O	30	SW/4 SE/4 Section 30 and N/2 NE/4 Section 31

all in Township 21 South, Range 36 East, NMPM, Lea County, New Mexico.



-2-

CASE No. 2674

Order No. R-2357

(4) That the applicant requests authority to plug and abandon its Texaco-J. K. Rector Well No. 4 and to form two non-standard gas proration units in the Eumont Gas Pool with the following dedication of acreage:

<u>Name of Well</u>	<u>Well No.</u>	<u>Unit</u>	<u>Section</u>	<u>Dedicated Acreage</u>
Texaco-J. K. Rector	2	P	30	E/2 SE/4 Section 30 and NE/4 NE/4 Section 31
Texaco-J. K. Rector	3	J	30	W/2 SE/4 Section 30 and NW/4 NE/4 Section 31

all in Township 21 South, Range 36 East, NMPM; Lea County, New Mexico.

(5) That the evidence establishes that the acreage comprising both proposed non-standard gas proration units may reasonably be presumed to be productive of gas from the Eumont Gas Pool.

(6) That approval of the subject application will prevent undue economic hardship on the applicant and will neither cause waste nor impair correlative rights.

(7) That the evidence establishes that each of the proposed non-standard gas proration units can be efficiently and economically drained by one well.

IT IS THEREFORE ORDERED:

(1) That the applicant, Texaco Inc., is hereby authorized to plug and abandon its Texaco-J. K. Rector Well No. 4, located in the SW/4 SE/4 of Section 30, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, in accordance with a Commission-approved plugging program.

(2) That, effective November 1, 1962, two non-standard gas proration units are hereby created for the production of gas from the Eumont Gas Pool, to be dedicated to the following-described wells:

<u>Name of Well</u>	<u>Well No.</u>	<u>Unit</u>	<u>Section</u>	<u>Dedicated Acreage</u>
Texaco-J. K. Rector	2	P	30	E/2 SE/4 Section 30 and NE/4 NE/4 Section 31
Texaco-J. K. Rector	3	J	30	W/2 SE/4 Section 30 and NW/4 NE/4 Section 31

all in Township 21 South, Range 36 East, NMPM, Lea County, New Mexico.

-3-

CASE No. 2674

Order No. R-2357

(3) That the allowable assigned to each of the above-described non-standard gas proration units shall bear the same ratio to a standard allowable in the Eumont Gas Pool as the acreage in said unit bears to the acreage in a standard gas proration unit in the Eumont 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.

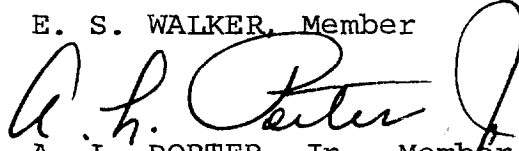
STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman



E. S. WALKER, Member



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

S E A L

esr/