Entered June 10, 1963

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. 2797 Order No. R-2474

APPLICATION OF TEXACO INC. FOR A NON-STANDARD GAS PRO-RATION UNIT, 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 24, 1963, 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 3rd day of May, 1963, 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 Order No. R-1949, entered by the Commission on April 28, 1961, established a 275.96-acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the SW/4, E/2 SE/4 and NW/4 SE/4 of Section 31, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That Order No. R-1949 dedicated the above-described non-standard gas proration unit to Texaco's E. E. Blinebry Well No. 2 at an unorthodox location 1980 feet from the South line and 660 feet from the East line of said Section 31.
- (4) That the applicant, Texaco Inc., now seeks the establishment of a 355.96-acre non-standard gas proration unit in the Jalmat Gas Pool to be dedicated to its E. E. Blinebry Well No. 2 and consisting of the SW/4, N/2 SE/4, and SE/4 SE/4 of Section 31, and the S/2 SW/4 of Section 32, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico.

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- (5) That the S/2 SW/4 of said Section 32 can reasonably be presumed to be productive of gas from the Jalmat Gas Pool.
- That approval of the subject application will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

- That a 355.96-acre non-standard gas proration unit in the Jalmat Gas Pool is hereby established consisting of the SW/4, N/2 SE/4, and SE/4 SE/4 of Section 31, and the S/2 SW/4 of Section 32, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico.
- That the above-described non-standard gas proration unit shall be dedicated to the applicant's E. E. Blinebry Well No. 2 located 1980 feet from the South line and 660 feet from the East line of said Section 31.
- That the acreage factor for allowable purposes assigned to the above-described 355.96-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 Order No. R-1949, entered by the Commission on April 28, 1961, is hereby superseded insofar as it concerns establishment of a non-standard gas proration unit.
- (5) 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

OHL CONSERVATION COMMISSION

PORTER, Jr.,

Member & Secretary

SEAL

esr/