Contact Cure 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. 2782 Order No. R-2477

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 10, 1963, 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 3rd day of May, 1963, 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, Texaco Inc., seeks approval of a 320-acre non-standard gas proration unit comprising the E/2 SW/4, S/2 SE/4, NE/4 SE/4, E/2 NE/4, and NW/4 NE/4 of Section 12, Town-ship 21 South, Range 36 East, NMPM, Eumont Gas Pool, Lea County, New Mexico, to be dedicated to its Roy Riddel Well No. 1, located in Unit N of said Section 12.
- (3) That the proposed non-standard gas proration unit consists of contiguous quarter-quarter sections and lies wholly within a single governmental section.
- (4) That the entire non-standard gas proration unit may reasonably be presumed to be productive of gas from the Eumont Gas Pool.
- (5) That the length or width of the proposed non-standard gas proration unit does not exceed 5,280 feet.
- (6) That approval of the subject application will not cause waste or impair correlative rights if the Roy Riddel Well No. 2,

-2-CASE No. 2782 Order No. R-2477

located 660 feet from the North line and 657 feet from the East line of Section 12, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, is abandoned in the Eumont Gas Pool.

(7) That the proposed non-standard proration unit should be approved effective May 1, 1963, and that the production status of the non-standard proration unit should be the combined production status of the two wells formerly dedicated to this acreage as of April 30, 1963.

IT IS THEREFORE ORDERED:

(1) That a 320-acre non-standard gas proration unit in the Eumont Gas Pool comprising the N/2 NE/4, SE/4 NE/4, W/2 SE/4, SW/4 SE/4, and E/2 SW/4 of Section 12, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to the Texaco Inc. Roy Riddel Well No. 1, located 661 feet from the South line and 1980 feet from the West line of said Section 12.

PROVIDED HOWEVER, That the Roy Riddel Well No. 2, located 660 feet from the North line and 657 feet from the East line of Section 12, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, shall be abandoned in the Eumont Gas Pool and a Notice of Disconnection filed with the Commission's Hobbs District Office.

- (2) That this order shall be effective May 1, 1963, and that the production status of the non-standard proration unit created by this order shall be the combined production status of the two wells formerly dedicated to this acreage as of April 30, 1963.
 - (3) That Orders Nos. R-621 and R-622 are hereby superseded.
- (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

CK M. CAMPBELL, Chairman

S. WALKER, Member

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

SEAL