Carry William Contraction and The Conwas first. BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO IN THE MATTER OF THE HEARING CASE No. 3109

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

Order No. R-2778

APPLICATION OF PHILLIPS PETROLEUM COMPANY FOR A NON-STANDARD GAS PRO-RATION UNIT AND AN UNORTHODOX LOCA-TION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on September 30, 1964, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 14th day of October, 1964, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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.
- That the applicant, Phillips Petroleum Company, is the owner and operator of the Hale Well No. 11 located 1980 feet from the South line and 2310 feet from the West line of Section 35, Township 17 South, Range 34 East, NMPM, Lea County, New Mexico; that said well was completed at a standard location in the Vacuum-Glorieta Pool but was non-productive from said pool and is currently shut in.
- (3) That the applicant seeks authority to re-enter and complete the subject well at an unorthodox location in an undesignated Yates gas pool.
- (4) That the applicant also seeks approval of an 80-acre non-standard gas proration unit in an undesignated Yates gas pool

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comprising the E/2 SW/4 of said Section 35 to be dedicated to its Hale Well No. 11.

- (5) That the proposed non-standard proration unit can be efficiently and economically drained and developed by one well.
- (6) That approval of the subject application will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

- (1) That the applicant, Phillips Petroleum Company, is hereby authorized to complete its Hale Well No. 11 at an unorthodox location in an undesignated Yates gas pool 1980 feet from the South line and 2310 feet from the West line of Section 35, Township 17 South, Range 34 East, NMPM, Lea County, New Mexico.
- (2) That an 80-acre non-standard gas proration unit in said undesignated Yates gas pool comprising the E/2 SW/4 of Section 35, Township 17 South, Range 34 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to the Phillips Petroleum Company Hale Well No. 11.
- (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

JACK M. CAMPBELL, Chairman

E. S. WALKER, Member

S E A L

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

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