

Continental Oil Co.
LLP

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. 3122
Order No. R-2799

APPLICATION OF CONTINENTAL OIL
COMPANY FOR AN UNORTHODOX LOCA-
TION AND A NON-STANDARD 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 October 13, 1964, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 10th day of November, 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.

(2) That the applicant, Continental Oil Company, seeks authority to complete its Meyer B-4 Well No. 27 at an unorthodox location 5610 feet from the South line and 660 feet from the East line of Section 4, Township 21 South, Range 36 East, NMPM, Oil Center-Blinbry Pool, Lea County, New Mexico.

(3) That the Special Rules and Regulations governing the Oil Center-Blinbry Pool provide that in Township 21 South, all wells on an 80-acre proration unit shall be located in either the NE/4 or SW/4 of a governmental quarter section; or, in irregular governmental sections, on an odd-numbered lot.

(4) That the proposed location is in an irregular governmental section on an even-numbered lot.

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(5) That the applicant also seeks approval of a 53-acre non-standard unit comprising all of Lot 1 and a portion of Lot 8 of said Section 4.

(6) That Lot 1 can reasonably be presumed to contain approximately 40 productive acres and that Lot 8 can reasonably be presumed to contain approximately 13 productive acres in the Oil Center-Blinebry Pool.

(7) That the drilling of the proposed well at a location nearer than 6270 feet to the South line or nearer than 660 feet to the East line of Section 4 will afford the applicant an opportunity to produce more than its just and equitable share of the oil in the pool.

(8) That approval of an unorthodox location no nearer than 6270 feet to the South line and no nearer than 660 feet to the East line of Section 4 will afford each operator an opportunity to produce his just and equitable share of the oil in the pool, and will otherwise prevent waste and protect correlative rights, provided the well receives no more than a 53-acre allowable.

IT IS THEREFORE ORDERED:

(1) That the applicant, Continental Oil Company, is hereby authorized to complete its Meyer B-4 Well No. 27 at an unorthodox location no nearer than 6270 feet to the South line and no nearer than 660 feet to the East line of Section 4, Township 21 South, Range 36 East, NMPM, Oil Center-Blinebry Pool, Lea County, New Mexico.

(2) That Lots 1 and 8 of Section 4, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, shall be dedicated to the Continental Oil Company Meyer B-4 Well No. 27 and that said well shall receive a 53-acre allowable in the Oil Center-Blinebry Pool.

(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
JACK M. CAMPBELL, Chairman

E. S. Walker
E. S. WALKER, Member

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

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