

*Entered December 21, 1964
A.L.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. 3166
Order No. R-2851

APPLICATION OF TENNECO OIL COMPANY
FOR FOUR NON-STANDARD 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 December 15, 1964, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 21st day of December, 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, Tenneco Oil Company, seeks approval of the following four non-standard oil proration units in the South Lane-Pennsylvanian Pool:

NEW MEXICO PRINCIPAL MERIDIAN

LEA COUNTY, NEW MEXICO
TOWNSHIP 11 SOUTH, RANGE 34 EAST

Unit No. 1, 93.61 acres comprising the E/2 SE/4
and Lot 1 of Section 6, dedicated to applicant's
State "E" Well No. 1 located in Unit P of Section 6;

Unit No. 2, 93.24 acres comprising the W/2 SE/4
and Lot 2 of Section 6, dedicated to applicant's
State "E" Well No. 2 located in Unit J of Section 6;

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Unit No. 3, 92.87 acres comprising the E/2 SW/4 and Lot 3 of Section 6, dedicated to applicant's State "F" Well No. 1 located in Unit K of Section 6;

Unit No. 4, 81.76 acres comprising Lots 4, 5, and 6 of Section 6, dedicated to a well to be drilled 150 feet North of the center of Lot 5 of Section 6.

(2) That each of the proposed non-standard oil proration units can be efficiently and economically drained and developed by one well.

(3) 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 following-described non-standard oil proration units in the South Lane-Pennsylvanian Pool are hereby approved:

NEW MEXICO PRINCIPAL MERIDIAN

LEA COUNTY, NEW MEXICO
TOWNSHIP 11 SOUTH, RANGE 34 EAST

Unit No. 1, 93.61 acres comprising the E/2 SE/4 and Lot 1 of Section 6, to be dedicated to the Tenneco Oil Company State "E" Well No. 1 located in Unit P of Section 6;

Unit No. 2, 93.24 acres comprising the W/2 SE/4 and Lot 2 of Section 6, to be dedicated to the Tenneco Oil Company State "E" Well No. 2 located in Unit J of Section 6;

Unit No. 3, 92.87 acres comprising the E/2 SW/4 and Lot 3 of Section 6, to be dedicated to the Tenneco Oil Company State "F" Well No. 1 located in Unit K of Section 6;

Unit No. 4, 81.76 acres comprising Lots 4, 5, and 6 of Section 6, to be dedicated to a well to be drilled by Tenneco Oil Company 150 feet North of the center of Lot 5 of Section 6.

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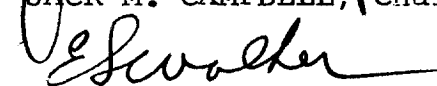
(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

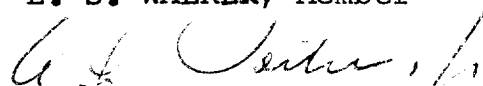
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



JACK M. CAMPBELL, Chairman



E. S. WALKER, Member



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

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