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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. 3196 Order No. R-2865

APPLICATION OF TEXAS PACIFIC OIL COMPANY FOR A NON-STANDARD GAS PRORATION 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 January 27, 1965, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>llth</u> day of February, 1965, 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, Texas Pacific Oil Company, seeks approval of a 320-acre non-standard gas proration unit in the Jalmat Gas Pool comprising the N/2 of Section 8, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, to be simultaneously dedicated to its State "A" A/c-2 Well No. 49 located in Unit C and its State "A" A/c-2 Well No. 43 located in Unit H of said Section 8.
- (3) That the proposed non-standard gas proration unit can be efficiently and economically drained and developed by the State "A" A/c-2 Well No. 49 and the State "A" A/c-2 Well No. 43.
- (4) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the pool, and will otherwise prevent waste and protect correlative rights.

-2-CASE No. 3196 Order No. R-2865

IT IS THEREFORE ORDERED:

- (1) That a 320-acre non-standard gas proration unit in the Jalmat Gas Pool comprising the N/2 of Section 8, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby created and simultaneously dedicated to the Texas Pacific Oil Company State "A" A/c-2 Well No. 49 located in Unit C and State "A" A/c-2 Well No. 43 located in Unit H of said Section 8.
- (2) That the allowable assigned to the above-described non-standard gas proration unit shall be based upon the unit size of 320 acres and that the operator may produce the allowable assigned to the unit from the subject wells in any proportion.
- (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 herein-above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

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CK M. CAMPBELL, Chairman

GUYTON/B. HAYS, Member,

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

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