# BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Conclusion Placen 30,1915

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

> CASE No. 3224 Order No. R-2889

APPLICATION OF SINCLAIR OIL & GAS COMPANY FOR A NON-STANDARD PRORATION UNIT AND AN UNORTHODOX LOCATION, LEA COUNTY, NEW MEXICO.

#### ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on March 24, 1965, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>30th</u> day of March, 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, Sinclair Oil & Gas Company, is the owner and operator of the Frederick H. Curry WN Well No. 1 located 660 feet from the South line and 660 feet from the East line of Section 1, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico; that said well presently has dedicated to it 160 acres in the Jalmat Gas Pool.

(3) That the applicant seeks approval of a 320-acre nonstandard gas proration unit in the Jalmat Gas Pool comprising the S/2 of said Section 1 to be dedicated to its Frederick H. Curry WN Well No. 1; further that the location of the well is unorthodox for a 320-acre unit in said pool. -2-CASE No. 3224 Order No. R-2889

(4) That the proposed non-standard proration unit can be efficiently and economically drained and developed by one well.

(5) 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, Sinclair Oil & Gas Company, is hereby authorized to complete its Frederick H. Curry WN Well No. 1 at an unorthodox location in the Jalmat Gas Pool 660 feet from the South line and 660 feet from the East line of Section 1, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico.

(2) That a 320-acre non-standard gas proration unit in the Jalmat Gas Pool comprising the S/2 of Section 1, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to the Sinclair Oil & Gas Company Frederick H. Curry WN Well No. 1.

(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

Chairman B. Hays

B. HAYS, Member GUYTON arter,

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

SEAL

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