

*Entered October 13, 1965
601P*

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. 3314
Order No. R-2981

APPLICATION OF SINCLAIR OIL & GAS
COMPANY FOR A NON-STANDARD GAS PRO-
RATION 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 6, 1965, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 13th day of October, 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 Order No. R-2040 established a 320-acre non-standard gas proration unit in the Jalmat Gas Pool comprising the SW/4 of Section 14 and the SE/4 of Section 15, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico, to be dedicated to the Western Natural Gas Company Matkins Well No. 1, located in Unit P of said Section 15.

(3) That the applicant, Sinclair Oil & Gas Company, successor in interest to Western Natural Gas Company, seeks amendment of Order No. R-2040 to authorize dedication of said 320-acre non-standard gas proration unit to its Matkins Well No. 4, located in Unit K of said Section 14, in addition to its Matkins Well No. 1.

-2-

CASE No. 3314

Order No. R-2981

(4) That the proposed non-standard gas proration unit can be efficiently and economically drained and developed by the Matkins Well No. 1 and the Matkins Well No. 4.

(5) 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.

IT IS THEREFORE ORDERED:

(1) That Order No. R-2040 establishing a 320-acre non-standard gas proration unit in the Jalmat Gas Pool comprising the SW/4 of Section 14 and the SE/4 of Section 15, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby amended to authorize the simultaneous dedication of said unit to the Sinclair Oil & Gas Company Matkins Well No. 1, located in Unit P of said Section 15, and the Matkins Well No. 4, located in Unit K of said Section 14.

(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 hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

Jack M. Campbell
JACK M. CAMPBELL, Chairman

Guyton B. Hays
GUYTON B. HAYS, Member

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

S E A L

esr/