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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. 3399 Order No. R-3068

APPLICATION OF TENNECO OIL COMPANY FOR TWO NON-STANDARD GAS PRORATION UNITS, SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 25, 1966, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>lst</u> day of June, 1966, 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-described non-standard gas proration units adjacent to the Blanco-Pictured Cliffs Pool in Township 30 North, Range 9 West, NMPM, San Juan County, New Mexico:
 - 1. A 155.40-acre unit comprising the SE/4 SW/4 and Lot 4 of Section 19, and the E/2 NW/4 and Lots 1 and 2 of Section 30;
 - 2. A 156.08-acre unit comprising the E/2 SW/4 and Lots 3 and 4 of Section 30, and the NE/4 NW/4 and Lot 1 of Section 31.
- (3) That the two above-described non-standard gas proration units are to be dedicated, respectively, to a well to be drilled on each of said units.

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- (4) That the proposed non-standard gas proration units are necessitated by variations in the legal subdivisions of the United States Public Land Surveys, and can be efficiently and economically drained and developed by said wells.
- (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 the following-described non-standard gas proration units adjacent to the Blanco-Pictured Cliffs Pool in Township 30 North, Range 9 West, NMPM, San Juan County, New Mexico, are hereby approved:
 - A 155.40-acre unit comprising the SE/4 SW/4 and Lot 4 of Section 19, and the E/2 NW/4 and Lots 1 and 2 of Section 30, to be dedicated to a well to be drilled thereon.
 - 2. A 156.08-acre unit comprising the E/2 SW/4 and Lots 3 and 4 of Section 30, and the NE/4 NW/4 and Lot 1 of Section 31, to be dedicated to a well to be drilled thereon.
- (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

UYTON B. HAYS, Member

SEAL

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

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