

*Entered Office 2, 1968*  
*R. J. 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. 3578  
Order No. R-3264-A

APPLICATION OF TEXAS PACIFIC OIL  
COMPANY FOR AN AMENDMENT TO ORDER  
NO. R-3264, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 20, 1968, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 2nd day of April, 1968, 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 the amendment of Order No. R-3264 to permit the rededication of acreage to its State "A" A/c-2 Well No. 40 located in Unit A of Section 9, Township 22 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico.

(3) That the applicant proposes to abolish the 160-acre non-standard gas proration unit comprising the N/2 NE/4 of Section 8 and the W/2 NW/4 of Section 9, Township 22 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, presently dedicated to the Texas Pacific Oil Company State "A" A/c-2 Well No. 29 located in Unit D of said Section 9.

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(4) That the applicant proposes to expand the 240-acre non-standard gas proration unit comprising the NE/4 and E/2 NW/4 of said Section 9 presently dedicated to the Texas Pacific Oil Company State "A" A/c-2 Well No. 40 located in Unit A of said Section 9 to include the W/2 NW/4 of said Section 9.

(5) That the aforesaid Well No. 29 has not been recompleted as a gas well in the Jalmat Gas Pool and the 160-acre non-standard gas proration unit dedicated to said well should be abolished.

(6) That the proposed expanded non-standard gas proration unit is productive of gas.

(7) That the proposed expanded non-standard gas proration unit can be efficiently and economically drained and developed by the aforesaid Well No. 40.

(8) That approval of the proposed expanded non-standard gas proration unit 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.

(9) That the applicant's request to dismiss that part of Case 3578 (Reopened) pertaining to the dedication of a 160-acre non-standard unit comprising the SW/4 of said Section 9 to its Well No. 38 and to the effective date of Order No. R-3264 should be granted.

IT IS THEREFORE ORDERED:

(1) That Order No. R-3264, dated July 10, 1967, is hereby amended by the deletion therefrom of all of paragraph (L) of Order (1) of said Order No. R-3264.

(2) That paragraph (j) of Order (1) of said Order No. R-3264 is hereby amended to read in its entirety as follows:

"(j) A 320-acre non-standard gas proration unit comprising the N/2 of Section 9, to be dedicated to the Texas Pacific Oil Company State "A" A/c-2 Well No. 40 located in Unit A of said Section 9;"

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(3) That that part of Case 3578 (Reopened) pertaining to the dedication of a 160-acre non-standard unit comprising the SW/4 of Section 9, Township 22 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, to the applicant's State "A" A/c-2 Well No. 38 and to the effective date of Order No. R-3264 is hereby dismissed.


(4) 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

DAVID F. CARGO, Chairman

  
GUYTON B. HAYS, Member

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

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