

*Entered July 10, 1967
C.L.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

APPLICATION OF TEXAS PACIFIC OIL
COMPANY FOR SEVERAL NON-STANDARD
GAS PRORATION UNITS, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on June 6, 1967,
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 10th day of July, 1967, 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 rededication of certain acreage and the establishment of the
following non-standard gas proration units in Township 22 South.
Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico:

A 120-acre non-standard gas proration unit comprising
the N/2 NE/4 and the SE/4 NE/4 of Section 7, to be
simultaneously dedicated to its State "A" A/c-2 Well
No. 5 located in Unit A of said Section 7, and to its
State "A" A/c-2 Well No. 6 located in Unit B of said
Section 7;

A 160-acre non-standard gas proration unit comprising
the W/2 W/2 of Section 5, to be dedicated to its

State "A" A/c-2 Well No. 41 located in Unit M of said Section 5;

An 80-acre non-standard gas proration unit comprising the E/2 NW/4 of Section 5, to be dedicated to its State "A" A/c-2 Well No. 44 located in Unit F of said Section 5;

A 160-acre non-standard gas proration unit comprising the N/2 SE/4 and the E/2 SW/4 of Section 5, to be dedicated to its State "A" A/c-2 Well No. 28, located in Unit I of said Section 5;

An 80-acre non-standard gas proration unit comprising the S/2 SE/4 of Section 5, to be dedicated to its State "A" A/c-2 Well No. 27 located in Unit P of said Section 5;

A 160-acre non-standard gas proration unit comprising the W/2 SW/4, SE/4 SW/4, and SW/4 SE/4 of Section 8 to be dedicated to its State "A" A/c-2 Well No. 54 located in Unit O of said Section 8;

A 160-acre non-standard gas proration unit comprising the S/2 NW/4, NE/4 SW/4, and NW/4 SE/4 of Section 8, to be dedicated to its State "A" A/c-2 Well No. 56 located in Unit J of said Section 8;

An 80-acre non-standard gas proration unit comprising the S/2 NE/4 of Section 8, to be dedicated to its State "A" A/c-2 Well No. 43, located in Unit H of said Section 8;

An 80-acre non-standard gas proration unit comprising the N/2 NW/4 of Section 8, to be dedicated to its State "A" A/c-2 Well No. 49 located in Unit C of said Section 8;

A 240-acre non-standard gas proration unit comprising the NE/4 and E/2 NW/4 of Section 9, to be dedicated to its State "A" A/c-2 Well No. 40 located in Unit A of said Section 9;

A 240-acre non-standard gas proration unit comprising the E/2 SE/4 of Section 8, and the SW/4 of Section 9, to be dedicated to its State "A" A/c-2 Well No. 38 located in Unit K of said Section 9; and

A 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, to be dedicated to its State "A" A/c-2 Well No. 29 located in Unit D of said Section 9.

(3) That each of the proposed non-standard gas proration units is productive of gas.

(4) That each of the proposed non-standard gas proration units can be efficiently and economically drained and developed by the well or wells to which it is to be dedicated.

(5) That approval of the proposed non-standard gas proration units 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 in Township 22 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, are hereby created:

- (a) A 120-acre non-standard gas proration unit comprising the N/2 NE/4 and the SE/4 NE/4 of Section 7, to be simultaneously dedicated to the Texas Pacific Oil Company State "A" A/c-2 Well No. 5 located in Unit A of said Section 7, and to the Texas Pacific Oil Company State "A" A/c-2 Well No. 6 located in Unit B of said Section 7;

PROVIDED HOWEVER, that the operator may produce the allowable assigned to the unit from said Wells Nos. 5 and 6 in any proportion.

- (b) A 160-acre non-standard gas proration unit comprising the W/2 W/2 of Section 5, to be dedicated to the Texas Pacific Oil Company State "A" A/c-2 Well No. 41 located in Unit M of said Section 5;
- (c) An 80-acre non-standard gas proration unit comprising the E/2 NW/4 of Section 5, to be dedicated to the Texas Pacific Oil Company State "A" A/c-2 Well No. 44 located in Unit F of said Section 5;
- (d) A 160-acre non-standard gas proration unit comprising the N/2 SE/4 and the E/2 SW/4 of Section 5, to be

dedicated to the Texas Pacific Oil Company State "A" A/c-2 Well No. 28 located in Unit I of said Section 5;

- (e) An 80-acre non-standard gas proration unit comprising the S/2 SE/4 of Section 5, to be dedicated to the Texas Pacific Oil Company State "A" A/c-2 Well No. 27 located in Unit P of said Section 5;
- (f) A 160-acre non-standard gas proration unit comprising the W/2 SW/4, SE/4 SW/4, and SW/4 SE/4 of Section 8, to be dedicated to the Texas Pacific Oil Company State "A" A/c-2 Well No. 54 located in Unit O of said Section 8;
- (g) A 160-acre non-standard gas proration unit comprising the S/2 NW/4, NE/4 SW/4, and NW/4 SE/4 of Section 8, to be dedicated to the Texas Pacific Oil Company State "A" A/c-2 Well No. 56 located in Unit J of said Section 8;
- (h) An 80-acre non-standard gas proration unit comprising the S/2 NE/4 of Section 8, to be dedicated to the Texas Pacific Oil Company State "A" A/c-2 Well No. 43 located in Unit H of said Section 8;
- (i) An 80-acre non-standard gas proration unit comprising the N/2 NW/4 of Section 8, to be dedicated to the Texas Pacific Oil Company State "A" A/c-2 Well No. 49 located in Unit C of said Section 8;
- (j) A 240-acre non-standard gas proration unit comprising the NE/4 and E/2 NW/4 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;
- (k) A 240-acre non-standard gas proration unit comprising the E/2 SE/4 of Section 8, and the SW/4 of Section 9, to be dedicated to the Texas Pacific Oil Company State "A" A/c-2 Well No. 38 located in Unit K of said Section 9; and
- (l) A 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, to be 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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(2) That Orders Nos. R-2865 and R-2866 are hereby superseded.

(3) That Administrative Orders Nos. NSP-98, NSP-178, NSP-577, and NSP-684 are hereby superseded.

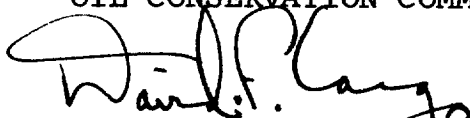
(4) That the acreage factor for allowable purposes assigned to each of the above-described non-standard gas proration units shall bear the same ratio to the acreage factor for a standard gas proration unit as the acreage in said unit bears to the acreage in a standard gas proration unit in the Jalmat Gas Pool.

(5) That the provisions of this order shall become effective August 1, 1967.

(6) 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



GULTON B. HAYS, Member



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

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