Entered lengust 20, 1968

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. 3833 Order No. R-3477

APPLICATION OF PETROLEUM CORPORATION OF TEXAS FOR A NON-STANDARD GAS PRORATION UNIT AND TWO UNORTHODOX GAS WELL LOCATIONS, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 7, 1968, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 20th day of August, 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, Petroleum Corporation of Texas, seeks approval of a non-standard gas proration unit comprising the N/2 SE/4 and the SW/4 SE/4 of Section 13, Township 24 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, said unit to be dedicated to applicant's Maggie Dunn Well No. 2, located 1650 feet from the South line and 990 feet from the East line, and applicant's Maggie Dunn Well No. 3, located 1650 feet from the South line and 1650 feet from the East line of said Section 13.
- (3) That the proposed non-standard gas proration unit can be efficiently and economically drained and developed by said Maggie Dunn Wells Nos. 2 and 3.

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(4) 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 effective September 1, 1968, a 120-acre non-standard gas proration unit in the Jalmat Gas Pool comprising the N/2 SE/4 and SW/4 SE/4 of Section 13, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to the Petroleum Corporation of Texas Maggie Dunn Well No. 2, located 1650 feet from the South line and 990 feet from the East line, and to the Petroleum Corporation of Texas Maggie Dunn Well No. 3, located 1650 feet from the South line and 1650 feet from the East line, both in said Section 13.
- (2) That the allowable assigned to the above-described non-standard gas proration unit shall be based upon the unit size of 120 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

DAVID F. CARGO, Chairman

YTON B. HAYS, Member

. L. PORTER, Jr., Member & Secretary

SEAL

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