Entered June 10,1110

# 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. 4351 Order No. R-3975

APPLICATION OF HUMBLE OIL & REFINING COMPANY FOR WELL RECLASSIFICATION AND SIMULTANEOUS DEDICATION OF ACREAGE, LEA COUNTY, NEW MEXICO.

### ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 13, 1970, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 10th day of June, 1970, 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, Humble Oil & Refining Company, is the owner and operator of the New Mexico "G" State Wells Nos. 5 and 9, located, respectively, in Units E and G of Section 23, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico.
- (3) That said Well No. 5 is presently classified as an oil well in the Eumont Gas Pool and that said Well No. 9 is presently classified as a gas well in the Eumont Gas Pool.
- (4) That the applicant seeks the reclassification of said Well No. 5 from an oil well to a gas well, the dedication of a standard 640-acre gas proration unit comprising all of said Section 23 to said Wells Nos. 5 and 9, and authority to produce the allowable assigned to said unit from either of said wells in any proportion.
- (5) That said Well No. 5 now produces gas with no water or oil and should be reclassified as a gas well.

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- (6) That the proposed standard gas proration unit can be efficiently and economically drained and developed by the subject wells.
- (7) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Eumont Gas Pool, and will otherwise prevent waste and protect correlative rights.

## IT IS THEREFORE ORDERED:

- (1) That, effective July 1, 1970, the Humble Oil & Refining Company New Mexico "G" State Well No. 5, located in Unit E of Section 23, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby reclassified as a gas well in the Eumont Gas Pool.
- (2) That, effective July 1, 1970, a 640-acre standard gas proration unit in the Eumont Gas Pool comprising all of Section 23, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and simultaneously dedicated to the Humble Oil & Refining Company New Mexico "G" State Well No. 5, located in Unit E of said Section 23, and to the Humble Oil & Refining Company New Mexico "G" State Well No. 9, located in Unit G of said Section 23.
- (3) That the allowable assigned to the above-described gas proration unit shall be based upon the unit size of 640 acres; that the operator may produce the allowable assigned to the unit from the subject wells in any proportion; and that the status of said consolidated unit shall be the status, as of July 1, 1970, of the unit previously dedicated to the above-described Well No. 9.
- (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

AMEX J. ARMIJO, Member

SEAL

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

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