Entered April 9, 1971

# 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. 4519 Order No. R-4131

APPLICATION OF MAJOR, GIEBEL & FORSTER FOR A NON-STANDARD UNIT, LEA COUNTY, NEW MEXICO.

### ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 31, 1971, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 9th day of April, 1971, 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, Major, Giebel & Forster, is the operator of leases comprising the SW/4 SW/4 of Section 29 and the SE/4 SE/4 of Section 30, Township 16 South, Range 36 East, NMPM, Lea County, New Mexico.
- (3) That the applicant seeks approval of an 80-acre non-standard oil proration unit in the East Shoe Bar-Devonian Pool comprising the above-described acreage to be dedicated to a well to be drilled at a standard location in the SE/4 SE/4 of said Section 30.
- (4) That said SW/4 SW/4 of Section 29 comprises all of the interests in said Section 29 operated by the applicant.
- (5) That said SE/4 SE/4 of Section 30 comprises all of the interest in said Section 30 operated by the applicant.

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- (6) That attempts to pool said SE/4 SE/4 of Section 30 with other lands in Section 30 on a voluntary basis in order to form a standard 80-acre proration unit in Section 30 have been unsuccessful.
- (7) That the entire non-standard oil proration unit requested by the applicant may reasonably be presumed to be productive of oil from the East Shoe Bar-Devonian Pool and can be efficiently and economically drained and developed by the aforesaid well.
- (8) That approval of the 80-acre non-standard oil proration unit as requested by the applicant will afford the applicant the opportunity to produce its just and equitable share of the oil in the East Shoe Bar-Devonian Pool, will prevent the economic loss caused by the drilling of unnecessary wells, will avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

#### IT IS THEREFORE ORDERED:

- (1) That an 80-acre non-standard oil proration unit in the East Shoe Bar-Devonian Pool comprising the SW/4 SW/4 of Section 29 and the SE/4 SE/4 of Section 30, Township 16 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to a well to be drilled at a standard location in the SE/4 SE/4 of said Section 30.
- (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

BRUCE KING, Chairman

ALEX J. ARMIJO, Member

SEAL

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

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