Entered May 6, 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. 4525 Order No. R-4139

APPLICATION OF WOLFSON OIL COMPANY FOR A NON-STANDARD GAS PRORATION UNIT, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on April 28, 1971, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 6th day of May, 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, Wolfson Oil Company, seeks approval of a 280-acre non-standard gas proration unit comprising the SW/4, S/2 NW/4 and NE/4 NW/4 of Section 20, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, to be dedicated to its Cities-Federal Well No. 1 located 2310 feet from the South line and 330 feet from the West line of said Section 20.
- (3) That the entire non-standard proration unit is productive of gas from the Jalmat Gas Pool and that the entire non-standard proration unit can be efficiently and economically drained and developed by said Cities-Federal Well No. 1.
- (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 Jalmat Gas Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the

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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 a 280-acre non-standard gas proration unit in the Jalmat Gas Pool comprising the SW/4, S/2 NW/4 and NE/4 NW/4 of Section 20, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to the Wolfson Oil Company Cities-Federal Well No. 1, located 2310 feet from the South line and 330 feet from the West line of said Section 20.
- (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

A. I. PORTER, Jr. Me per & Secretary

S E A L