

*Entered September 8, 1971
C/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. 4587
Order No. R-4191

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

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 1, 1971, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 8th day of September, 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, is the owner and operator of a lease comprising the W/2 NE/4 and E/2 NW/4 of Section 12, Township 15 South, Range 29 East, NMPM, Double L-Queen Associated Pool, Chaves County, New Mexico.

(3) That the applicant drilled its Amerada "C" Federal Well No. 1, 330 feet from the North line and 1650 feet from the East line of said Section 12.

(4) That the subject well was projected as an oil well at a standard location but was productive of gas.

(5) That the applicant seeks approval of a 160-acre non-standard gas proration unit in the Double L-Queen Associated Pool,

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comprising the W/2 NE/4 and E/2 NW/4 of said Section 12 to be dedicated to its aforesaid Amerada "C" Federal Well No. 1.

(6) That the E/2 NE/4 of said Section 12 is dedicated to two oil wells completed in the Double L-Queen Associated Pool.

(7) That the proposed non-standard gas proration unit can be efficiently and economically drained and developed by the aforesaid Amerada "C" Federal Well No. 1.

(8) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Double L-Queen Associated 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.

(9) That the subject application should be approved.

IT IS THEREFORE ORDERED:

(1) That, effective as of September 1, 1971, a 160-acre non-standard gas proration unit in the Double L-Queen Associated Pool comprising the W/2 NE/4 and E/2 NW/4 of Section 12, Township 15 South, Range 29 East, NMPM, Chaves County, New Mexico, is hereby established and dedicated to the Wolfson Oil Company Amerada "C" Federal Well No. 1, located 330 feet from the North line and 1650 feet from the East line of said Section 12.

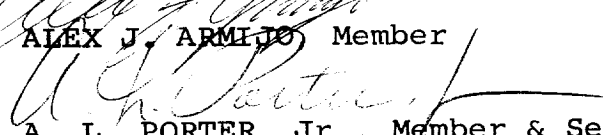
(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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. ARMILLO, Member


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

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