

Entered January 5, 1973
A.L.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. 4886
Order No. R-4467

APPLICATION OF GULF OIL CORPORATION
FOR TWO NON-STANDARD PRORATION UNITS,
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 3, 1973, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 5th day of January, 1973, 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, Gulf Oil Corporation, seeks approval of two 80-acre non-standard oil proration units in the Fowler-Upper Yeso Pool, comprising the SW/4 NE/4 and NW/4 SE/4, and the SW/4 SE/4 and SE/4 SW/4 of Section 16, Township 24 South, Range 37 East, NMPM, Lea County, New Mexico, to be dedicated to applicant's J. R. Holt (NCT-A) Well No. 4 located in Unit J and proposed J. R. Holt (NCT-A) Well No. 5, to be located in Unit O, respectively, of said Section 16.

(3) That the proposed non-standard proration units can be efficiently and economically drained and developed by the subject wells.

(4) That approval of the subject application will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

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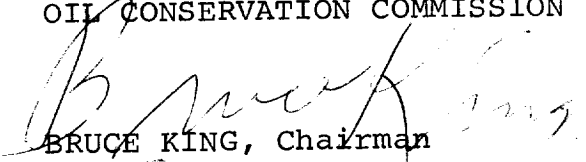
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(1) That two 80-acre non-standard oil proration units in the Fowler-Upper Yeso Pool comprising the SW/4 NE/4 and NW/4 SE/4, and the SW/4 SE/4 and SE/4 SW/4 of Section 16, Township 24 South, Range 37 East, NMPM, Lea County, New Mexico, are hereby established and dedicated to the J. R. Holt (NCT-A) Well No. 4 located in Unit J and proposed J. R. Holt (NCT-A) Well No. 5, to be located in Unit O, respectively, of said Section 16.


(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

S E A L

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