Entered March 16, 1973 app.

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. 4909 Order No. R-4489

APPLICATION OF CONTINENTAL OIL COMPANY 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 February 28, 1973, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 16th day of March, 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, Continental Oil Company, seeks approval of a 160-acre non-standard gas proration unit comprising the N/2 SW/4, SE/4 SW/4, and NW/4 SE/4 of Section 9, Township 21 South, Range 37 East, NMPM, to be simultaneously dedicated to its Hawk B-1 Wells Nos. 2 and 4 located in Units J and L, respectively, of said Section 9, Blinebry Gas Pool, Lea County, New Mexico.

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

(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 Blinebry Gas Pool, 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 will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That a 160-acre non-standard gas proration unit is

-2-Case No. 4909 Order No. R-4489

hereby established comprising the N/2 SW/4, SE/4 SW/4, and NW/4 SE/4 of Section 9, Township 21 South, Range 37 East, NMPM, to be simultaneously dedicated to its Hawk B-1 Wells Nos. 2 and 4 located in Units J and L, respectively, of said Section 9, Blinebry Gas Pool, Lea County, New Mexico.

(2) That this order shall become effective at 7:00 a.m. April 1, 1973.

(3) That Commission Order No. R-4065 and NSP-788 are hereby superseded.

(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 CONSERVATION COMMISSION OIL KTNG. Chairman 1 ALEX J. ARMIJO, Member A. L. PORTER, Jr., Member Secretary 8

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