

Entered March 21, 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. 4917
Order No. R-4496

APPLICATION OF GULF OIL
CORPORATION FOR A NON-STANDARD
LOCATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 14, 1973, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 21st 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, Gulf Oil Corporation, seeks authority to simultaneously dedicate a 640-acre standard gas proration unit, Eumont Gas Pool, to two wells, the W. A. Ramsay Well No. 17 at a standard location in Unit J, and W. A. Ramsay Well No. 46 at a non-standard location in Unit E, Section 27, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico.

(3) That the applicant seeks to produce the allowable from said gas proration unit from either or both of said wells in any proportion.

(4) That the applicant further seeks the approval of the non-standard location of said W. A. Ramsay Well No. 46 located 1980 feet from the North line and 660 feet from the West line of said Section 27, Eumont Gas Pool, Lea County, New Mexico.

(5) That approval of the subject application for simultaneous dedication and non-standard location will afford the applicant the opportunity to produce its just and equitable share of the gas in the subject 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.

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IT IS THEREFORE ORDERED:

(1) That Gulf Oil Corporation, is hereby authorized to simultaneously dedicate a 640-acre standard gas proration unit, Eumont Gas Pool, to two wells, the W. A. Ramsay Well No. 17 at a standard location in Unit J, and W. A. Ramsay Well No. 46 at a non-standard location in Unit E, Section 27, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico.

(2) That the allowable assigned to said proration unit plus the underage accrued from January through March, 1973, may be produced from either or both of said wells in any proportion.

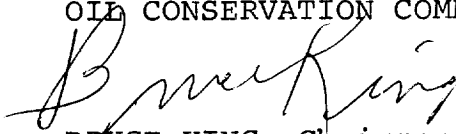
(3) That the non-standard location of the applicant's W. A. Ramsay Well No. 46 located 1980 feet from the North line and 660 feet from the West line of said Section 27 in said pool is hereby approved.

(4) That the effective date of this order shall be April 1, 1973.

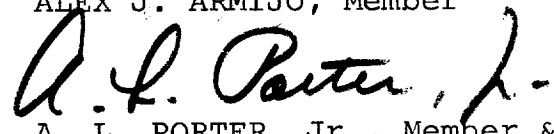
(5) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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. L. PORTER, Jr., Member & Secretary

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