Enles July 12, 1713

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. 4983 Order No. R-4590

APPLICATION OF GULF OIL CORPORATION FOR SIMULTANEOUS WELL DEDICATION AND NON-STANDARD LOCATIONS, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on June 27, 1973, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>13th</u> day of <u>July</u>, 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, is the owner and operator of the W. A. Ramsay (NCT-A) Well No. 20 in Unit E of Section 35 and the W. A. Ramsay (NCT-A) Well No. 7 in Unit N of Section 35, both in Township 21 South, Range 36 East, NMPM, Eumont Gas Pool, Lea County, New Mexico.

(3) That the applicant seeks approval for the simultaneous dedication of the above two described wells to a standard 640-acre gas proration unit comprising all of Section 35, Township 21 South Range 36 East, NMPM, Eumont Gas Pool, Lea County, New Mexico.

(4) That the applicant seeks approval of a non-standard location for its W. A. Ramsay (NCT-A) Well No. 7 in Unit N, located 660 feet from the South line and 1980 feet from the West line of said Section 35.

(5) That the applicant further seeks authority to produce the allowable assigned to the unit from either of the aforesaid wells in any proportion and to make up the gas underage accrued on the said W A. Ramsay (NCT-A) No. 20. -2-Case No. 4983 Order No. R-4590

(6) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Eumont Gas Pool and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Gulf Oil Corporation, is hereby authorized the simultaneous dedication of its W. A. Ramsay (NCT-A) Well No. 20 in Unit E, located at a non-standard location in Unit E of Section 35, Township 21 South, Range 36 East, NMPM, and its W. A. Ramsay (NCT-A) Well No. 7 in Unit N, located at a non-standard location in Unit N of said Section 35 to a standard 640-acre gas proration unit comprising all of said Section 35.

(2) That the allowable assigned to the above-described gas proration unit shall be based upon the unit size of 640 acres; that the operator may produce the allowable assigned to the unit from the subject wells in any proportion; and that the status of said consolidated unit shall be the combined status, as of August 1, 1973, of the two wells being consolidated.

(3) 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

Chairman

ALLX J. ARMIJO, Member PORTER, Jr., Member & Secretary

SEAL

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