

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO FOR THE
PURPOSE OF CONSIDERING:

CASE NO. 664
Order No. R-470

THE APPLICATION OF AMERADA PETROLEUM
CORPORATION FOR AN ORDER ESTABLISHING
A PRORATION UNIT IN THE EAST HALF OF THE
NORTHEAST QUARTER OF SECTION 14, TOWN-
SHIP 13 SOUTH, RANGE 38 EAST, NMPM., BRONCO
SILURO-DEVONIAN POOL, LEA COUNTY, NEW
MEXICO, TO CONSIST OF LOT 1 AND 15.54 ACRES
OF LOT 2, AND TO INCREASE THE UNIT SIZE AND
ALLOWABLE ASSIGNED TO ITS NO. 1 SCHENCK
WELL, LOT 1, SECTION 14, TOWNSHIP 13 SOUTH,
RANGE 38 EAST, NMPM, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m., on February 17, 1954, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 27th day of May, 1954, the Commission, a quorum being present, having considered the records and testimony adduced and being fully advised in the premises,

FINDS:

(1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.

(2) That Amerada Petroleum Corporation is the owner of oil and gas leases covering Lots 1 and 2 of Section 14, Township 13 South, Range 38 East, and has drilled a producing well known as the No. 1 Schenck to the producing horizon of the Bronco-Siluro-Devonian Pool.

(3) That the east half of the northeast quarter of Section 14, Township 13 South, Range 38 East, NMPM, Lea County, New Mexico, is composed of Lots 1 and 2, Lot 1 containing 24.46 acres of land, more or less, and Lot 2 containing 23.74 acres of land, more or less.

(4) That the lots in question are within the defined limits of the Bronco Siluro-Devonian Pool.

Entered 6-7-54 J.R.

Order No. R-470

(5) That wells drilled on the lots in question would be entitled to only approximately 24/40 of the allowable assigned to a full 40-acre unit.

(6) That the formation of a 40-acre proration unit in the east half of the northeast quarter of Section 14, Township 13 South, Range 38 East, to consist of all of Lot 1 (containing 24.46 acres) and 15.54 acres of land in Lot 2, would prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That Lot 1, and the north 15.54 acres of land in Lot 2, be and the same hereby are established as a single proration unit to be assigned to the Amerada Petroleum Corporation No 1, Schenck 'A', located in Lot 1, Section 14, Township 13 South, Range 38 East, NMPM.

(2) That the applicant's well, Schenck No. 1, located in said Lot 1, Section 14, Township 13 South, Range 38 East, NMPM., shall be granted an allowable, effective June 1, 1954, in the proportion that the above described and established 40-acre unit bears to the standard or orthodox proration unit for said pool, all until further order of the Commission.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

E. S. WALKER, Member

R. R. SPURRIER, Member and Secretary

(S E A L)