and May 28,1114

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. 5234 Order No. R-4795

APPLICATION OF ATLANTIC RICHFIELD COMPANY FOR A NON-STANDARD GAS PRORATION UNIT AND SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 8, 1974, at Santa Fe, New Mexico, before Examiner, Richard L. Stamets.

NOW, on this <u>28th</u> day of May, 1974, 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, Atlantic Richfield Company, seeks approval of a 320-acre non-standard gas proration unit comprising the S/2 of Section 14, Township 22 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, to be simultaneously dedicated to its McDonald WN State Wells Nos. 1 and 27 located in Units L and O, respectively, of said Section 14, with unit production to be taken from said wells in any proportion.
 - (3) That the proposed non-standard gas proration unit can be efficiently and economically drained and developed by the subject wells.
 - (4) That the entire S/2 of said Section 14 may reasonably be presumed productive of gas from the Jalmat Gas Pool.
 - (5) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Jalmat Gas Pool and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

- (1) That effective at 7:00 a.m. June 1, 1974, the applicant, Atlantic Richfield Company, is hereby authorized to simultaneously dedicate its non-standard 320-acre gas proration unit comprising the S/2 of Section 14, Township 22 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, to its McDonald WN State Wells Nos. 1 and 27, located in Units L and O, respectively, of said Section 14 with unit production to be taken from said wells in any proportion.
- (2) That the allowable assigned to the above-described gas proration unit shall be based on the unit size of 320 acres and that the operator may produce the allowable assigned to the unit from the subject wells in any proportion.
- (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

I √ R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member

A. L. PORTER, Jr., Member & Secretary

S E A L

