Entered September 10, 1914

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. 5297 Order No. R-4851

APPLICATION OF EXXON CORPORATION FOR A NON-STANDARD 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 August 21, 1974, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>10th</u> day of September, 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, Exxon Corporation, seeks approval of a 160-acre non-standard gas proration unit comprising the NE/4 of Section 35, Township 20 South, Range 36 East, NMPM, Eumont Gas Pool, Lea County, New Mexico, to be simultaneously dedicated to its Eumont Gas Com 3 Well No. 1 and its Fopeano Federal A/C Well No. 7, (to be redesignated Eumont Gas Com 3 Well No. 2) located in Units A and G, respectively, of said Section 35, 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 NE/4 of said Section 35 may reasonably be presumed productive of gas from the Eumont 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 Eumont Gas Pool and will otherwise prevent waste and protect correlative rights. -2-CASE NO. 5297 Order No. R-4851

IT IS THEREFORE ORDERED:

(1) That effective at 7:00 a.m., October 1, 1974, the applicant, Exxon Corporation, is hereby authorized to simultaneously dedicate its non-standard 160-acre gas proration unit comprising the NE/4 of Section 35, Township 20 South, Range 36 East, NMPM, Eumont Gas Pool, Lea County, New Mexico, to its Eumont Gas Com 3 Well No. 1 and its Eumont Gas Com 3 Well No. 2, located in Units A and G, respectively, of said Section 35, 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 160 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

6 4 m 16 I. R. TRUJILLO, Chairman

AVĚX J. ARMIJO, Member

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

SEAL