

Entered November 12, 1974
R.L.O.

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. 5359
Order No. R-4909

APPLICATION OF CONTINENTAL OIL
COMPANY FOR SIMULTANEOUS DEDICATION
AND UNORTHODOX LOCATIONS, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 30, 1974, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 12th day of November, 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, Continental Oil Company, is the owner and operator of the Vaughn B-1 Wells Nos. 1 and 6, located at unorthodox locations in Units H and E, respectively, of Section 1, Township 24 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County.

(3) That the applicant seeks approval for the simultaneous dedication of a 320-acre non-standard gas proration unit comprising the N/2 of said Section 1 to the above-described wells.

(4) That the applicant further seeks authority to produce the allowable assigned to the unit from either of the aforesaid wells in any proportion.

(5) That approval of the application will protect correlative rights and prevent waste.

IT IS THEREFORE ORDERED:

(1) That the applicant, Continental Oil Company, is hereby authorized to simultaneously dedicate a 320-acre non-standard gas proration unit comprising the N/2 of Section 1, Township

-2-

Case No. 4359

Order No. R-4909

24 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, to its Vaughn B-1 Wells Nos. 1 and 6, located at unorthodox locations in Units H and E, respectively, of said Section 1.

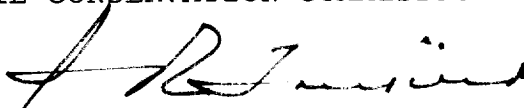
(2) That the allowable assigned to the above described gas proration unit shall be based upon the unit size of 320 acres; that the operator may produce the allowable assigned to the unit from the subject wells in any proportion.

(3) That Commission Order No. R-2988, which previously approved the aforesaid proration unit to be dedicated to a single well, is hereby superseded.


(4) 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

og