Es new January 22, 1975

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. 5389 Order No. R-4943

APPLICATION OF SHELL OIL COMPANY FOR A NON-STANDARD GAS PRORATION UNIT, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 8, 1975, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 22nd day of January, 1975, 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, Shell Oil Company, seeks approval of a 160-acre non-standard gas proration unit comprising Lots 5, 6, 10, and 11 of Section 3, Township 21 South, Range 37 East, NMPM, to be dedicated to applicant's Taylor Glenn Well No. 10, completed at a standard location in Unit F of said Section 3.
- (3) That the entire non-standard proration unit may reasonably be presumed productive of gas from the Tubb Gas Pool and that the entire non-standard gas proration unit can be efficiently and economically drained and developed by the aforesaid well.
- (4) That approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the Tubb Gas Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

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IT IS THEREFORE ORDERED:

- (1) That a 160-acre non-standard gas proration unit in the Tubb Gas Pool comprising Lots 5, 6, 10, and 11 of Section 3, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to applicant's Taylor Glenn Well No. 10, completed at a standard location in Unit F of said Section 3.
- (2) 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

PHIL R. LUCERO, Member

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

SEAL