Entered October 21, 19>5

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. 5566 Order No. R-5110

APPLICATION OF JAMES P. GRAHAM FOR A NON-STANDARD PRORATION UNIT AND COMPULSORY POOLING, CHAVES COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

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

NOW, on this 21st day of October, 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, James P. Graham, seeks approval of a non-standard oil proration unit comprising the SW/4 NE/4 SE/4, NW/4 SE/4 SE/4, NE/4 SW/4 SE/4 and the SE/4 NW/4 SE/4 of Section 12, Township 13 South, Range 31 East, NMPM, Caprock Queen Pool, Chaves County, New Mexico.
- (3) That the applicant further seeks an order pooling all mineral interests underlying said non-standard unit.
- (4) That the applicant has the right to drill and proposes to drill a well at an unorthodox location 1340 feet from the South line and 1300 feet from the East line of said Section 12 as approved by Commission Order No. R-4750.
- (5) That the acreage sought to be designated as an unorthodox oil proration unit and to be compulsorily pooled consists of four differing State leases.
- (6) That although working interests under the four leases may be pooled as sought in the subject application, the separate State royalty interests should not be pooled.

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(7) That the application for a non-standard oil proration unit and compulsory pooling should be denied.

IT IS THEREFORE ORDERED:

- (1) That the applicant's request for a non-standard oil proration unit comprising the SW/4 NE/4 SE/4, NW/4 SE/4 SE/4, NE/4 SW/4 SE/4, and the SE/4 NW/4 SE/4 of Section 12, Township 13 South, Range 31 East, NMPM, Caprock Queen Pool, Chaves County, New Mexico, is hereby denied.
- (2) That applicant's request for compulsory pooling of said unorthodox oil proration unit is hereby denied.
- (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 herein-above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman

EMERY C. ARNOLD, Member

OE D. RAMÉY, Member & Secretary

SEAL