

Entered November 17, 1975

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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. 5578
Order No. R-5120

APPLICATION OF MOBIL OIL CORPORATION
FOR A NON-STANDARD GAS PRORATION UNIT,
TWO UNORTHODOX GAS WELL LOCATIONS 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 November 5, 1975, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 17th day of November, 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, Mobil Oil Corporation, seeks approval of the simultaneous dedication of a 320-acre non-standard gas proration unit comprising the W/2 SW/4 and the SE/4 SW/4 of Section 28 and the NW/4 and SW/4 NE/4 of Section 33, Township 21 South, Range 37 East, NMPM, Eumont Gas Pool, to be dedicated to its E. O. Carson Wells Nos. 4 and 22, located at unorthodox locations, respectively, in Units N and L of said Section 28.

(3) That the entire non-standard proration unit may reasonably be presumed productive of gas from the Eumont Gas Pool and that the entire non-standard gas proration unit can be efficiently and economically drained and developed by the aforesaid wells.

(4) 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, 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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(5) That Commission Order No. R-4510 dated June 15, 1973, should be superseded.

IT IS THEREFORE ORDERED:


(1) That approval is hereby given to simultaneously dedicate a 320-acre non-standard gas proration unit in the Eumont Gas Pool comprising the W/2 SW/4 and the SE/4 SW/4 of Section 28, and the NW/4 and SW/4 NE/4 of Section 33, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, to applicant's E. O. Carson Wells Nos. 4 and 22 located, respectively, at unorthodox locations in Units N and L of said Section 28.

(2) That Commission Order No. R-4510 is hereby superseded.

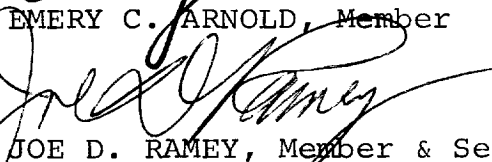
(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


PHIL R. LUCERO, Chairman


EMERY C. ARNOLD, Member


JOE D. RAMEY, Member & Secretary

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