

Entered November 1, 1977  
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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. 6066  
Order No. R-5573

APPLICATION OF TEXAS PACIFIC OIL  
COMPANY, INC., FOR AN UNORTHODOX  
GAS WELL LOCATION 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 October 12, 1977,  
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 1st day of November, 1977, 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, Texas Pacific Oil Company, Inc.,  
seeks approval of an unorthodox gas well location for its State  
"A" A/C-1 Well No. 53 located 1980 feet from the North line and  
660 feet from the West line of Section 24, Township 23 South,  
Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico,  
to be simultaneously dedicated to a previously approved 480-acre  
multiple well non-standard proration unit comprising the NW/4  
and S/2 of said Section 24.

(3) That a well at said unorthodox location will better  
enable applicant to produce the gas underlying the proration unit.

(4) That no offset operator objected to the proposed  
unorthodox location.

(5) That Commission Administrative Order No. NSP-1044  
should be superseded.

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(6) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the subject 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.

IT IS THEREFORE ORDERED:

(1) That an unorthodox gas well location is hereby approved for the Texas Pacific Oil Company's State "A" A/C-1 Well No. 53 located 1980 feet from the North line and 660 feet from the West line of Section 24, Township 23 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, to be simultaneously dedicated to a previously approved 480-acre multiple well non-standard proration unit comprising the NW/4 and S/2 of said Section 24 and currently dedicated to applicant's State "A" A/C-1 Wells Nos. 24, 25, and 32 located in Units N, F, and J, respectively, of said Section 24.

(2) That Commission Administrative Order No. NSP-1044 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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