

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. 798
Order No. R-572

THE APPLICATION OF AMERADA
PETROLEUM CORPORATION FOR
THE ESTABLISHMENT OF THREE
PRORATION UNITS IN THE SE/4 OF
SECTION 11, TOWNSHIP 13 SOUTH,
RANGE 38 EAST, LEA COUNTY, NEW
MEXICO, FOR THE PURPOSE OF ALLOCA-
TING PRODUCTION OF OIL FROM THE WOLF-
CAMP FORMATION OF THE PROPOSED BRONCO-
WOLFCAMP POOL AREA, SUCH PRORATION
UNITS TO CONSIST OF THE EAST 43.69 ACRES
OF THE SE/4 AND THE NORTH AND SOUTH
43.69 ACRES OF THE W/2 OF THE SE/4 OF
SECTION 11, AND FOR THE ADJUSTMENT OF
ALLOWABLE IN ACCORDANCE WITH THE
ACREAGE CONTAINED IN SAID PRORATION
UNITS.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on December 16, 1954, at Santa Fe, New Mexico before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

NOW, on this 13th day of January, 1955, the Commission, a quorum being present, having considered the testimony adduced and evidence presented at said hearing and being fully advised in the premises,

FINDS:

(1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.

(2) That applicant is the owner of oil and gas leases covering the SE/4 of Section 11, Township 13 South, Range 38 East, NMPM, Lea County, New Mexico.

(3) That applicant is currently drilling its Ward No. 4 well located approximately 400 feet from the east line and 990 feet from the south line of the SE/4 of Section 11, Township 13 South, Range 38 East, Lea County, New Mexico.

*Entered January 14, 1955
WBM*

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(4) That applicant expects to complete said well as a producing oil well in the Wolfcamp formation at an approximate depth of 9500 feet subsurface.

(5) That it is reasonable to assume that applicant will drill or will cause to be drilled two additional wells for the production of oil from the Wolfcamp formation in said quarter section.

(6) That the east line of said SE/4 coincides with the boundary line between the states of New Mexico and Texas, and because of the necessary survey adjustment on the east line, this quarter section contains only 131.07 acres.

(7) That due to the size and shape of said quarter section, standard proration units cannot be established in said quarter section.

(8) That the establishment of three proration units in said quarter section will secure to the applicant the full use and value of wells drilled or to be drilled in said quarter section, and the establishment of such units will be in the best interests of conservation and will serve to protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That three proration units are hereby established in the SE/4 of Section 11, Township 13 South, Range 38 East, NMPM, Lea County, New Mexico, for the purpose of allocating the production of oil from the Wolfcamp formation.

(2) That the first of these proration units shall consist of the east 43.69 acres of said quarter section, and the second and third of these units shall consist of the north 43.69 acres of the W/2 of said quarter section and the south 43.69 acres of the W/2 of said quarter section respectively, as prayed for in the application filed herein and as more particularly shown by applicant's Exhibit "A" which is attached to said application and incorporated herein by reference.

(3) That a well drilled to and producing from the Wolfcamp formation in said quarter section will be granted an allowable in the proportion that the 43.69-acre proration unit bears to the standard or orthodox 40-acre proration unit, all until further order of the Commission.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

John F. Simms
JOHN F. SIMMS, Chairman

E. S. Walker
E. S. WALKER, Member

W. B. Macey
W. B. MACEY, Member and Secretary

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