

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. 817
Order No. R-581

THE APPLICATION OF FAMARISS
PETROLEUM CORPORATION FOR
AN ORDER AUTHORIZING THE
FORMATION AND ESTABLISHMENT
OF A NON-STANDARD GAS PRORATION
UNIT OF 120 ACRES CONSISTING OF
LOTS 2, 7, AND 10 OF SECTION 4, TOWN-
SHIP 21 SOUTH, RANGE 37 EAST, NMPM,
LEA COUNTY, NEW MEXICO, IN THE
BLINEBRY GAS POOL, AND FOR THE ASSIGN-
MENT OF THE ACREAGE IN SUCH UNIT TO THE
FAMARISS PETROLEUM CORPORATION'S E. C.
HILL NO. 1, FOR GAS PRORATION PURPOSES
IN THE BLINEBRY GAS POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m., on January 13, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 9th day of February, 1955, the Commission, a quorum being present, having considered the records and testimony adduced, 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 pursuant to provisions of Rule 7 (a) of Order No. R-372-A, the Commission has power and authority to permit the formation of a gas proration unit consisting of other than a legal quarter section after notice and hearing by the Commission.
3. That applicant, Famariss Petroleum Corporation, is the owner of an oil and gas lease in Lea County, New Mexico, the land consisting of other than a legal quarter section, and described as follows, to-wit:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Lots 2, 7, and 10 of Section 4

containing 120 acres, more or less.

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4. That applicant, Famariss Petroleum Corporation, has a producing well on the aforesaid lease known as the E. C. Hill No. 1, located in Lot No. 10, 3300' from the north line and 1730' from the east line of Section 4, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

5. That the aforesaid well is located within the horizontal and vertical limits of the pool heretofore delineated and designated as the Blinebry Gas Pool.

6. That it is impractical to pool applicant's said lease with adjoining acreage, and that the owners of adjoining acreage in said section have not objected to the formation of the proposed proration unit of 120 acres.

7. That unless a proration unit consisting of applicant's aforesaid acreage is permitted, applicant will be deprived of the opportunity to recover its just and equitable share of the natural gas from the Blinebry Gas Pool.

8. That creation of a proration unit consisting of the aforesaid acreage will not cause but will prevent waste and will protect correlative rights.

9. That all the acreage in the proposed unit is reasonably presumed to be productive of gas at the present time from the Blinebry Gas Pool.

IT IS THEREFORE ORDERED:

1. That the application of Famariss Petroleum Corporation for approval of a non-standard proration unit consisting of the following described acreage:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Lots 2, 7, and 10 of Section 4

be and the same is hereby approved, and a proration unit consisting of the aforesaid acreage is hereby created.

2. That, for the purposes of gas proration in the Blinebry Gas Pool, the acreage included in said unit is hereby assigned to the Famariss Petroleum Corporation's E. C. Hill No. 1, located in Lot 10 of Section 4, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, and that said well shall be granted an allowable from the 1st day of March, 1955, in the proportion that 120 acres bears to the standard or orthodox proration unit for the Blinebry Gas Pool, 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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