

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF THE STATE OF NEW
MEXICO FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 822
Order No. R-616

THE APPLICATION OF STANOLIND
OIL AND GAS COMPANY FOR AN
ORDER GRANTING APPROVAL OF AN
EXCEPTION TO RULE 5 (a) OF ORDER
NO. R-520 IN THE ESTABLISHMENT OF
A NON-STANDARD GAS PRORATION
UNIT IN THE JALMAT GAS POOL CONSIST-
ING OF THE NE/4 OF SECTION 6 AND THE
NW/4 OF SECTION 5, TOWNSHIP 24 SOUTH,
RANGE 37 EAST, NMPM, LEA COUNTY,
NEW MEXICO, AND THE ASSIGNMENT OF
SAID ACREAGE TO ITS COURTLAND MEYERS
"B" WELL NO. 11.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on February 16, 1955, and March 16, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 20th day of April, 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 the provisions of Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool of Order No. R-520, the Commission has power and authority to permit the formation of a gas proration unit consisting of other than a legal section after notice and hearing by the Commission.

(3) That applicant, Stanolind Oil and Gas Company, is the owner of an oil and gas lease in Lea County, New Mexico, the land consisting of other than a legal section, and described as follows:

TOWNSHIP 24 SOUTH, RANGE 37 EAST, NMPM
NE/4 of Section 6 and NW/4 of Section 5

containing 320 acres, more or less, lying within the horizontal limits of the Jalmat Gas Pool.

Entered April 21, 1955
WDM

(4) That applicant, Stanolind Oil and Gas Company, has a producing well on the aforesaid lease known as the Courtland Meyers "B" Well No. 11, located 660' from the north line and 1980' from the east line of Section 6, Township 24 South, Range 37 East, NMPM, Lea County, New Mexico.

(5) That the aforesaid well is completed within the vertical limits of the Jalmat Gas Pool, and the entire 320 acres of the aforesaid lease can be assumed to be reasonably productive of gas from the Jalmat Gas Pool.

(6) That it is impractical to pool applicant's said acreage with adjoining acreage in either said Section 6, or said Section 5, and that the owners of adjoining acreage in said area have not objected to the formation of the proposed proration unit of 320 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 natural gas in the Jalmat 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.

IT IS THEREFORE ORDERED:

1. That the application of Stanolind Oil and Gas Company for approval of a non-standard gas proration unit consisting of the following described acreage:

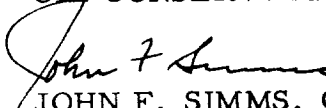
TOWNSHIP 24 SOUTH, RANGE 37 EAST, NMPM
NE/4 of Section 6 and NW/4 of Section 5

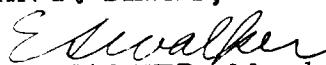
containing 320 acres, more or less, be and the same hereby is approved, and a proration unit consisting of the aforesaid acreage is hereby created.

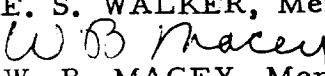
2. That applicant's well, Courtland Meyers "B" Well No. 11, located in NW/4 NE/4 of Section 6, Township 24 South, Range 37 East, NMPM, Lea County, New Mexico, shall be granted an allowable in the proportion that the above-described 320-acre unit bears to the standard or orthodox proration unit for said 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, Chairman


E. S. WALKER, Member


W. B. MACEY, Member and Secretary

S E A L

