

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

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

CASE NO. 870
Order No. R-661

THE APPLICATION OF E. F. CESINGER
FOR APPROVAL OF AN UNORTHODOX
OR NON-STANDARD GAS PRORATION UNIT
CONTAINING 160 ACRES AND DESCRIBED
AS THE S/2 SW/4 AND S/2 SE/4 OF
FRACTIONAL SECTION 11, TOWNSHIP 28
NORTH, RANGE 13 WEST, NMPM, SAN JUAN
COUNTY, NEW MEXICO IN THE WEST KUTZ-
PICTURED CLIFFS GAS POOL, SAID UNIT TO
BE ASSIGNED TO APPLICANT'S PHILLIPS WELL
NO. 1, LOCATED 1650 FEET FROM THE WEST
LINE AND 990 FEET FROM THE SOUTH LINE OF
SAID SECTION 11, AND FOR APPROVAL OF AN
UNORTHODOX LOCATION FOR SAID PHILLIPS
WELL NO. 1.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 18, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 14th day of July, 1955, the Commission, a quorum being present, having considered the record and the testimony adduced 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 cause and the subject matter thereof.

(2) That pursuant to the provisions of Rule 6 (a) of Commission Order No. R-566, the Commission has power and authority to permit the formation of gas proration units consisting of other than a legal quarter section after notice and hearing by the Commission.

(3) That applicant, E. F. Cesinger, is the owner of an oil and gas lease in San Juan County, New Mexico, described as follows, to wit:

TOWNSHIP 28 NORTH, RANGE 13 WEST, NMPM
All of fractional Section 11

(4) That applicant, E. F. Cesinger, has a producing well on said lease known as the E. F. Cesinger No. 1 Phillips well, located 1650

Entered July 14, 1955
WBM

feet from the west line and 990 feet from the south line of said Section 11.

(5) That applicant has failed to show that the establishment of the unorthodox gas proration unit as proposed is necessary to recover his just and equitable share of the natural gas in the West Kutz-Pictured Cliffs Gas Pool.

(6) That applicant has failed to show that the establishment of the unorthodox gas proration unit as proposed is necessary for the prevention of waste or the protection of correlative rights.

(7) That unless a proration unit consisting of the west half of subject section 11, is approved and assigned to applicant's Phillips Well No. 1, applicant will be deprived of the opportunity to recover his just and equitable share of the natural gas in the West Kutz-Pictured Cliffs Gas Pool.

IT IS THEREFORE ORDERED:

(1) That the application of E. F. Cesinger for approval of an unorthodox or non-standard gas proration unit containing 160 acres and consisting of the S/2 SW/4 and the S/2 SE/4 of fractional Section 11, Township 28 North, Range 13 West, NMPM, San Juan County, New Mexico, be, and the same hereby is denied.

(2) That a non-standard gas proration unit consisting of the following described acreage is hereby created:

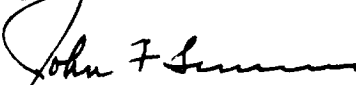
TOWNSHIP 28 NORTH, RANGE 13 EAST, NMPM
W/2 fractional Section 11

containing 137.58 acres, more or less.

(3) That applicant's well, Phillips Well No. 1, located 1650 feet from the west line and 990 feet from the south line of partial Section 11, Township 28 North, Range 13 West, NMPM, San Juan County, New Mexico, shall be granted an allowable in the proportion that the above described 137.58 acre proration unit bears to the standard or orthodox proration unit for the West Kutz-Pictured Cliffs 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, Chairman


E. S. WALKER, Member


W. B. MACEY, Member and Secretary

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