

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. 1074
Order No. R-815

THE APPLICATION OF THE OHIO OIL
COMPANY FOR AN ORDER GRANTING
AN EXCEPTION TO RULE 5 (A) OF
THE SPECIAL RULES AND REGULATIONS
FOR THE BLINEBRY GAS POOL AS SET
FORTH IN ORDER R-610 IN THE
ESTABLISHMENT OF A NON-STANDARD
GAS PRORATION UNIT COMPRISING THE
E/2 SW/4 AND W/2 SE/4 OF SECTION
24, TOWNSHIP 22 SOUTH, RANGE 37
EAST, NMPM, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 23, 1956, at Hobbs, New Mexico, before Warren W. Mankin, Examiner duly appointed by the Oil Conservation Commission in accordance with Rule 1214 of the Rules and Regulations of the New Mexico Oil Conservation Commission.

NOW, on this 3rd day of June 1956, the Oil Conservation Commission of New Mexico hereinafter referred to as the "Commission", a quorum being present, having considered said application, the evidence adduced, the recommendations of the Examiner, Warren W. Mankin, and being fully advised in the premises,

FINDS:

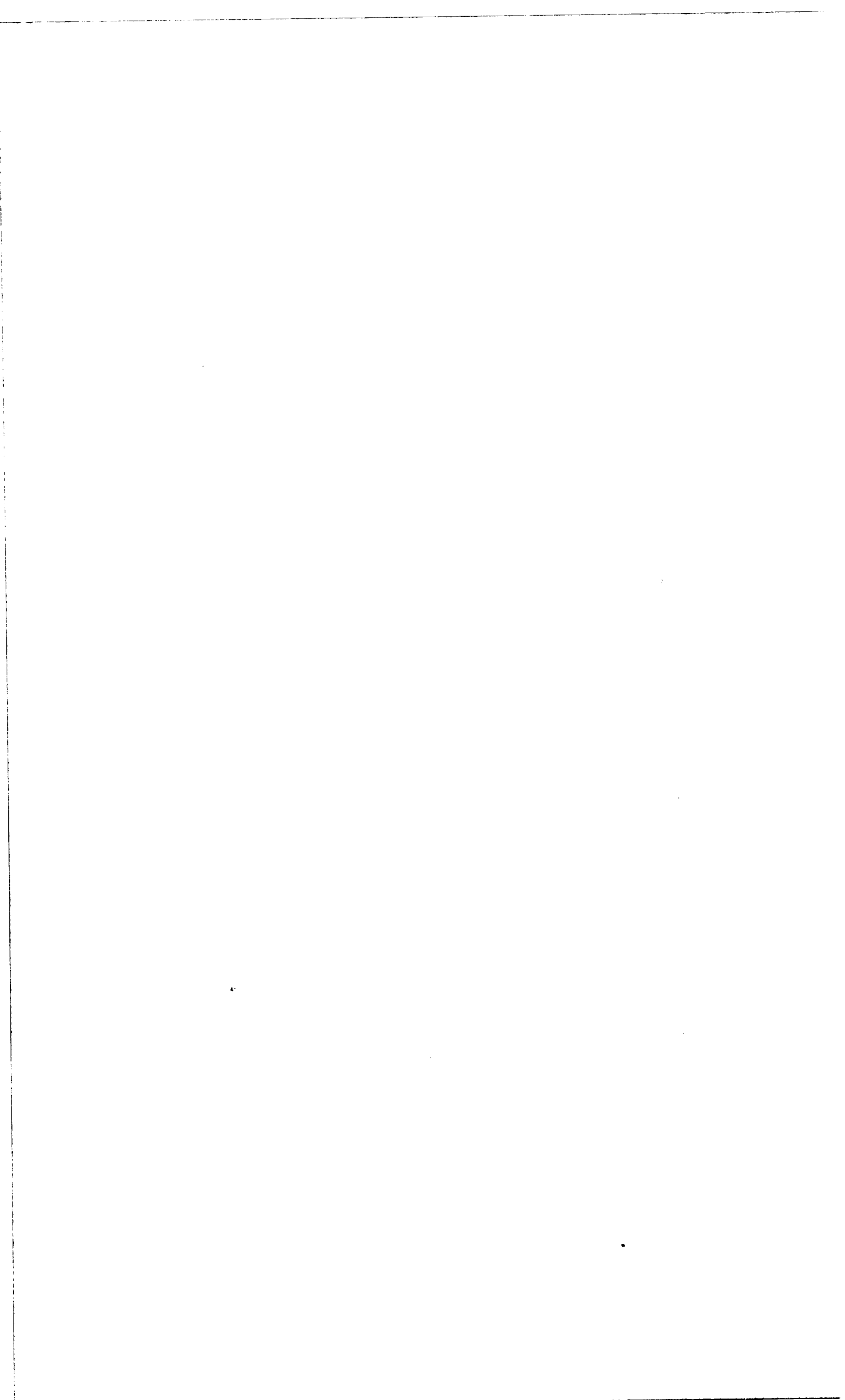
(1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.

(2) That the Ohio Oil Company is the operator of certain patented acreage under an operating agreement entered into between The Ohio Oil Company and Phillips Petroleum Company, The Ohio Oil Company being the owner of an undivided 3/4 interest in the oil and gas leasehold estate in said land and Phillips Petroleum Company being the owner of an undivided 1/4 interest in the oil and gas leasehold estate in the land.

(3) That said acreage is other than a standard legal quarter section and is comprised of the following:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
E/2 SW/4 and W/2 SE/4 Section 24

containing 160 acres, more or less.



(4) That applicant is the operator of the J. L. Muncy Well No. 3, completed in the Blinebry Gas Pool and located 350 feet from the South line and 1720 feet from the West line of said Section 24.

(5) That it is impractical to pool applicant's said lease with adjoining acreage in the SW/4 of said Section 24, and that the owners of adjoining acreage in said area have not objected to the formation of the proposed proration unit of 160 acres.

(6) 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 in 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.

IT IS THEREFORE ORDERED:-

(1) That the application of The Ohio Oil Company for approval of a non-standard gas proration unit consisting of the following described acreage in the Blinebry Gas Pool, Lea County, New Mexico:

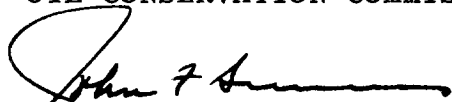
TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
E/2 SW/4 and W/2 SE/4 Section 24

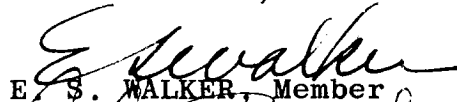
be and the same is hereby approved and a proration unit consisting of aforesaid acreage is hereby created.


(2) That applicant's well, the J. L. Muncy Well No. 3, located in the SE/4 SW/4 of Section 24, be and the same is hereby granted an allowable for 160 acres effective the first of the month following date of this order in said 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, Chairman


E. S. WALKER, Member


A. L. PORTER, Jr., Member & Secretary

S E A L

ir/

