

Entered July 6, 1956
A.L.P.

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. 1058
Order No. R-818

THE APPLICATION OF SUNRAY MID-
CONTINENT OIL COMPANY FOR AN
ORDER GRANTING AN ALLOWABLE
EQUAL TO THAT OF A STANDARD 40
ACRE PRORATION UNIT WITH DEEP
POOL ADAPTATION FOR ITS PROPOSED
STATE "J" WELL NO. 1, TO BE
LOCATED 330 FEET FROM THE NORTH
LINE AND 330 FEET FROM THE WEST
LINE OF SECTION 1, TOWNSHIP 12
SOUTH, RANGE 33 EAST, NMPM,
BAGLEY-SILURO-DEVONIAN POOL, LEA
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on April 25, 1956, at Hobbs, New Mexico, before Warren W. Mankin, Examiner duly appointed by the Oil Conservation Commission of New Mexico in accordance with Rule 1214 of the Rules and Regulations of the New Mexico Oil Conservation Commission.

NOW, on this 18th day of June 1956, the Commission, a quorum being present, having considered the 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 80 acres constitutes the presently approved spacing pattern in the Bagley-Siluro-Devonian Pool as set forth in Paragraph (a) of Order R-69-D.

(3) That the Texas & Pacific Coal & Oil Company and Shell Oil Company entered an appearance and objected to the granting of the proposed 40 acre allowable assignment prior to the drilling of the well.

(4) That application should be denied in that allowable under the present rules cannot be assigned prior to drilling of the well.

-2-

Order No. R-818

(5) That applicant should be justified in receiving a 40 acre allowable assignment to the proposed well if the conditions of faulting now anticipated are borne out by the actual completion of the proposed well in the Bagley-Siluro-Devonian Pool according to paragraph (c) of Order R-69-D.

IT IS THEREFORE ORDERED:

1. That the application of Sunray Mid-Continent for an order granting a 40 acre allowable to its proposed State "J" Well No. 1, to be located 330 feet from the North line and 330 feet from the West line of Section 1, Township 12 South, Range 33 East, NMPM, Bagley-Siluro-Devonian Pool, Lea County, New Mexico, be and the same hereby is denied.

2. The Commission hereby reserves jurisdiction to reopen the case upon notification by the applicant of the completion of aforesaid well.

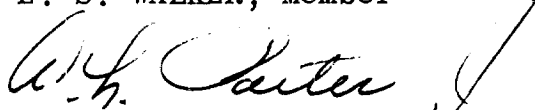
DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



JOHN F. SIMMS, Chairman

E. S. WALKER, Member



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

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