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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. 1122 Order No. R-857

THE APPLICATION OF GULF OIL CORPORATION FOR AN ORDER GRANTING APPROVAL OF A 160-ACRE NON-STANDARD GAS PRORATION UNIT IN THE BLINEBRY GAS POOL IN EXCEPTION TO RULE 5 (A) OF THE SPECIAL RULES AND REGULATIONS FOR THE BLINEBRY GAS POOL AS SET FORTH IN ORDER R-610.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 10:00 o'clock a.m. on August 7, 1956 at Santa Fe, New Mexico, before Warren W. Mankin, Examiner duly appointed by the New Mexico Oil Conservation Commission, hereinafter referred to as the "Commission", in accordance with Rule 1214 of the Commission Rules and Regulations.

FINDS:

- (1) That due notice having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.
- (2) That the applicant, Gulf Oil Corporation, is the owner of certain patented oil and gas leases in Lea County, New Mexico, a portion of which is described as follows:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM $\overline{E/2}$ SW/4, SW/4 SW/4, and SW/4 SE/4 of Section 23

containing 160 acres, more or less.

(3) That applicant, Gulf Oil Corporation, has a producing gas well on the aforesaid acreage known as the O. I. Boyd No. 3 Well, located 1980 feet from the South and West lines of said Section 23, which is producing from the Blinebry Gas Pool.

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- (4) That unless a proration unit consisting of applicant's aforesaid acreage is established, applicant will be deprived of the opportunity to recover its just and equitable share of the natural gas and associated liquid hydrocarbons in the Blinebry Gas Pool.
- (5) That the creation of the proposed proration unit will not cause but will prevent waste and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of Gulf Oil Corporation 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, SW/4 SW/4 and SW/4 SE/4 of Section 23

consisting of 160 acres, more or less, be and the same is hereby approved and created.

(2) That applicant's O. I. Boyd No. 3, located in the NE/4 SW/4 of said Section 23 shall be granted an allowable in accordance with Rule 12 of Order R-610 in the proportion that the above described 160 acres bears to the standard proration unit for the Blinebry Gas Pool.

DONE at Santa Fe, New Mexico on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JOHN F. SIMMS, Chairman

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

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