

P.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. 809
Order No. R-870

THE APPLICATION OF MAKIN
DRILLING COMPANY FOR AN ORDER
GRANTING AN EXCEPTION TO RULES
2 AND 5 (a) OF THE SPECIAL RULES
AND REGULATIONS FOR THE BLINEBRY
GAS POOL AS SET FORTH IN ORDER
R-610 IN THE APPROVAL OF AN UN-
ORTHODOX LOCATION FOR ITS WARLICK-
BLINEBRY NO. 1 WELL AND THE
ESTABLISHMENT OF A NON-STANDARD
GAS PRORATION UNIT OF 160 CONTIGUOUS
ACRES IN THE BLINEBRY GAS POOL AND
CONSISTING OF THE N/2 NE/4 OF SECTION
19, AND S/2 SE/4 OF SECTION 18, TOWN-
SHIP 21 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 January 13, 1955, February 16, 1955, March 16, 1955, April 20, 1955 and on July 19, 1956, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 20th day of August, 1956, 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 the 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 subject well was located 990 feet from the North line and 330 feet from the East line of Section 19, Township 21 South, Range 37 East, drilled and abandoned in 1950. After acquiring the lease on which subject well is located, applicant re-entered and completed the well in the Blinebry Gas Pool in December of 1954.

(3) That location of the well constitutes an unorthodox location under Rule 2 of the Special Rules and Regulations for the Blinebry Gas Pool as set forth in Order R-610.

(4) That a communitization agreement of all the working interest owners has been executed communitizing the N/2 NE/4 Section 19 and S/2 SE/4 Section 18, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

(5) That it is impractical to pool applicant's interests with other adjoining acreage in the Blinebry Gas Pool.

(6) That there were no objections entered to the granting of this application.

(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 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 Makin Drilling Company for an order granting approval of an unorthodox well location for its Warlick-Blinebry No. 1 Well located 990 feet from the North line and 330 feet from the East line of Section 19, Township 21 South, Range 37 East, be and the same is hereby approved.

2. That the application of Makin Drilling Company for approval of a non-standard proration unit consisting of the following described acreage in the Blinebry Gas Pool, Lea County, New Mexico.

Township 21 South, Range 37 East, NMPM

Section 19: N/2 NE/4

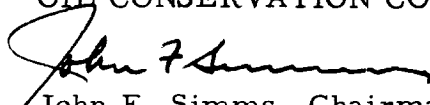
Section 18: S/2 SE/4

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

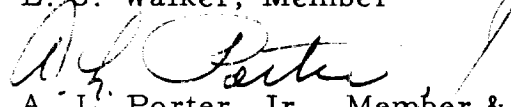
(3) That applicant's well, Warlick-Blinebry No. 1, located in the Blinebry Gas Pool, shall be granted an allowable in the proportion that the above described 160-acre unit bears to the standard proration unit for said pool, all until further order of the Commission.

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


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

