TION COMMISSION
W MEXICO

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. 1112 Order No. R-907

THE APPLICATION OF CONTINENTAL OIL COMPANY FOR THE ESTABLISHMENT OF A 480-ACRE NON-STANDARD GAS PRORATION UNIT IN THE EUMONT GAS POOL, LEA COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

## BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on July 25, 1956, at Hobbs, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this day of October, 1956, the Commission, a quorum being present, having considered the application, the evidence adduced, the recommendations of the Examiner, Daniel S. Nutter, 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 applicant is the operator of the Britt "B-15" Well No. 3, located 1980 feet from the South line and 330 feet from the West line of Section 15, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That a 320-acre non-standard gas proration unit consisting of the  $\mathbb{W}/2$  of said Section 15 is presently dedicated to the aforesaid well.
- (4) That the applicant in this cause seeks to dedicate an additional 160 acres consisting of the W/2 E/2 of said Section 15 to said well and thereby form a 480-acre non-standard gas proration unit.
- (5) That the applicant has failed to show that the said Britt "B-15" Well No. 3 would adequately drain the additional acreage.
- (6) That Amerada Petroleum Corporation entered an appearance in this case and objected to the approval of the subject application.

-2-Order No. R-907

(7) That an increase in allowable for applicant's Britt "B-15" Well No. 3 would, as a result of its 330 foot location, cause undue drainage of the Amerada Petroleum Corporation lease which offsets said well to the West.

## IT IS THEREFORE ORDERED:

That the application of Continental Oil Company for an order establishing a 480-acre non-standard gas proration unit in the Eumont Gas Pool consisting of the W/2 and the W/2 E/2 of Section 15, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby denied.

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

SEAL