

Entered Dec. 21, 1956
A. J. 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. 1177
Order No. R-936

THE APPLICATION OF STANOLIND OIL
AND GAS COMPANY FOR AN ORDER
GRANTING APPROVAL OF AN EXCEPTION
TO RULE 5 (a) OF THE SPECIAL RULES
AND REGULATIONS OF THE JALMAT GAS
POOL AS SET FORTH IN ORDER NO. R-520
IN ESTABLISHMENT OF A NON-STANDARD
GAS PRORATION UNIT OF 481 CONTIGUOUS
ACRES CONSISTING OF E/2 E/2 SECTION
13, TOWNSHIP 26 SOUTH, RANGE 36 EAST,
AND LOTS 1, 2, 3 AND 4 AND E/2 W/2
SECTION 18, TOWNSHIP 26 SOUTH, RANGE
37 EAST, NMPM, JALMAT GAS POOL, LEA
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 10 o'clock a.m. on November 28, 1956, at Hobbs, New Mexico, before Daniel S. Nutter, 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.

NOW, on this 28th day of December, 1956, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Daniel S. Nutter, and being fully advised in the premises,

FINDS:

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

(2) That applicant, Stanolind Oil and Gas Company, is the owner of a federal oil and gas lease in Lea County, New Mexico, the land consisting of other than a legal section, a portion of which is described as follows, to-wit:

TOWNSHIP 26 SOUTH, RANGE 36 EAST, NMPM
Section 13: E/2 E/2

TOWNSHIP 26 SOUTH, RANGE 37 EAST, NMPM
Section 18: Lots 1, 2, 3, & 4 and E/2 W/2

containing 481 acres, more or less.

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(3) That applicant, Stanolind Oil and Gas Company, has a producing well on the aforesaid lease known as its Farnsworth "A" No. 4, located 1980 feet from the North line and 660 feet from the West line of Section 18, Township 26 South, Range 37 East, NMPM.

(4) That it is impractical to pool applicant's said lease with adjoining acreage in the Jalmat Gas Pool and that the owners of adjoining acreage in said area have not objected to the formation of the proposed proration unit of 481 acres.

(5) 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 Jalmat Gas Pool.

(6) 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 Stanolind Oil and Gas Company for approval of a non-standard gas proration unit consisting of the following described acreage in the Jalmat Gas Pool, Lea County, New Mexico:

TOWNSHIP 26 SOUTH, RANGE 36 EAST, NMPM
Section 13: E/2 E/2

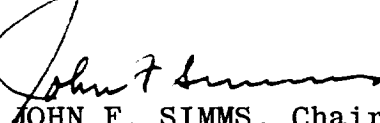
TOWNSHIP 26 SOUTH, RANGE 37 EAST, NMPM
Section 18: Lots 1, 2, 3, 4 and E/2 W/2

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

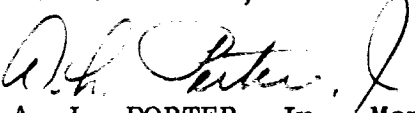
(2) That applicant's well, Farnsworth "A" No. 4, located 1980 feet from the North line and 660 feet from the West line of said Section 18, shall be granted an allowable in the proportion that the above-described 481-acre unit bears to the standard proration unit in accordance with Rule 8 of the pool rules, 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

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