

Entered November 30, 1976

JCR

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 5799
Order No. R-1253-B

APPLICATION OF GULF OIL CORPORATION
FOR AN UNORTHODOX GAS WELL LOCATION AND
A NON-STANDARD PRORATION UNIT, LEA
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 10, 1976, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 30th day of November, 1976, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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 cause and the subject matter thereof.

(2) That the applicant, Gulf Oil Corporation, seeks authority to dedicate a previously approved non-standard 160-acre Tubb gas proration unit comprising the NE/4 SW/4 and W/2 SE/4 of Section 28 and the NW/4 NE/4 of Section 33, all in Township 21 South, Range 37 East, NMPM, to its J. N. Carson NCT "A" Well No. 9 located at an unorthodox location 1874 feet from the South line and 2086 feet from the West line of said Section 28, Tubb Gas Pool, Lea County, New Mexico.

(3) That a well at said unorthodox location will better enable applicant to produce the gas underlying the proration unit.

(4) That no offset operator objected to the proposed unorthodox location.

(5) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the subject pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

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IT IS THEREFORE ORDERED:

(1) That an unorthodox gas well location is hereby approved for applicant's J. N. Carson NCT "A" Well No. 9 to be located at a point 1874 feet from the South line and 2086 feet from the West line of Section 28, Township 21 South, Range 37 East, NMPM, Tubb Gas Pool, Lea County, New Mexico.

(2) That effective December 1, 1976, Order (2) of Commission Order No. R-1253 entered September 29, 1958, is hereby amended to read in its entirety as follows:

"(2) That a 160-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of the NE/4 SW/4 and the W/2 SE/4 of Section 28 and the NW/4 NE/4 of Section 33, all in Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to applicant's J. N. Carson NCT "A" Well No. 9, located 1874 feet from the South line and 2086 feet from the West line of said Section 28."

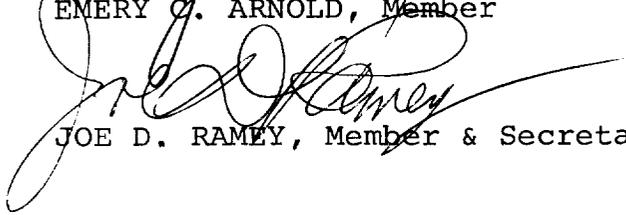
(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman


EMERY C. ARNOLD, Member


JOE D. RAMSEY, Member & Secretary

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