

Entered October 7, 1958
A.S.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 NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 1499
Order No. R-1254

APPLICATION OF SINCLAIR OIL & GAS
COMPANY FOR ESTABLISHMENT OF A 240-
ACRE NON-STANDARD GAS PRORATION
UNIT IN THE TUBB 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 September 10, 1958, at Santa Fe, 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 29th day of September, 1958, 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 cause and the subject matter thereof.
- (2) That the applicant, Sinclair Oil & Gas Company, is the co-owner and operator of the SW/4 and the S/2 SE/4 of Section 26, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That the applicant is the operator of the J. R. Cone "A" Well No. 1, located 660 feet from the South line and 660 feet from the West line of said Section 26.
- (4) That the applicant proposes the establishment of a 240-acre non-standard gas proration unit in the Tubb Gas Pool for the said J. R. Cone "A" Well No. 1, to consist of the SW/4 and the S/2 SE/4 of said Section 26.
- (5) That a standard gas proration unit in the Tubb Gas Pool is 160 acres, as established by Order No. R-586.

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(6) That two operators offsetting the proposed non-standard unit objected to the formation of such non-standard unit.

(7) That applicant failed to prove that the above-described J. R. Cone "A" Well No. 1 can efficiently drain and develop 240 acres in the Tubb Gas Pool.

(8) That the production of a 240-acre allowable from the Tubb Gas Pool by the said J. R. Cone "A" Well No. 1 would impair the correlative rights of offset operators.

(9) That the subject application should be denied.

IT IS THEREFORE ORDERED:

That the application of Sinclair Oil & Gas Company for a 240-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of the SW/4 and the S/2 SE/4 of Section 26, Township 21 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



EDWIN L. MECHEM, Chairman



MURRAY E. MORGAN, Member



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

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