Entered October 16, 1962

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. 2009 Order No. R-1726-A

APPLICATION OF GULF OIL CORPORATION FOR A TEMPORARY 200-ACRE NON-STANDARD GAS PRORATION UNIT IN THE BLINEBRY 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 August 8, 1962, 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 13th day of August, 1962, 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 this cause came on for hearing originally on July 6, 1960, subsequent to which the Commission entered Order No. R-1726 creating a 200-acre non-standard gas proration unit in the Blinebry Gas Pool, consisting of the SW/4 and the SW/4 SE/4 of Section 23, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, said unit being established for a 2-year period and dedicated to the O. I. Boyd Well No. 3, located 1980 feet from the South line and 1980 feet from the West line of said Section 23.

(3) That said order further pooled the interests of all persons having the right to drill for, produce, or share in the production of dry gas and associated hydrocarbons, or either of them, from the Blinebry Gas Pool underlying the above-described 200-acre gas proration unit.

(4) That the order further provided that it should expire <u>ipso facto</u> August 4, 1962.

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(5) That the applicant, Gulf Oil Corporation, at this time seeks a 120-day extension from August 4, 1962, of said Order No. R-1726.

(6) That the evidence indicates that the applicant has carried on negotiations and has attempted communitization of portions of the acreage included in said unit to form two 160-acre standard gas proration units in the Blinebry Gas Pool, one to consist of the SE/4 of said Section 23 and the other to consist of the SW/4 of said Section 23.

(7) That the extension of Order No. R-1726, for a period not to exceed 120 days from August 4, 1962, should provide ample time for effecting such communitization and will be in the interest of the protection of correlative rights.

(8) That Order No. R-1726 should be extended to December 4, 1962.

IT IS THEREFORE ORDERED:

(1) That Order No. R-1726 and all provisions contained therein be and the same are hereby extended to December 4, 1962, at which time said order will terminate.

(2) 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

EDWIN L. MECHEM, Chairman

Maria S. WALKER, Member E

L. PORTER, Jr., Member & Secretary

SEAL

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