BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Entered Stovember 1, 1960 Af.P.

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

> CASE No. 2101 Order No. R-1801

APPLICATION OF CITIES SERVICE OIL COMPANY FOR AN ORDER FORCE-POOLING ALL MINERAL INTERESTS IN AN 80-ACRE OIL PRORATION UNIT IN THE SOUTHWEST GLADIOLA-DEVONIAN 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 October 19, 1960, 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 <u>24th</u> day of October, 1960, 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, Cities Service Oil Company, is the owner and operator of the SE/4 SW/4 of Section 27, Township 12 South, Range 37 East, NMPM, Lea County, New Mexico, and that Max Pray, et al., is the owner and operator of the SW/4 SW/4 of said Section 27.

(3) That the applicant proposes to dedicate the S/2 SW/4 of said Section 27 to a well to be drilled in a standard location in the SE/4 SW/4 thereof.

(4) That a communitization agreement covering the abovedescribed 80-acre unit has been executed, ratified, or consented to by the applicant and Max Pray, and has been submitted to all other mineral interest owners in the S/2 SW/4 of said Section 27. -2-CASE No. 2101 Order No. R-1801

(5) That inasmuch as the applicant, after diligent effort, has been unable to secure the consent of all mineral interest owners, it seeks an order force-pooling all mineral interests within the vertical limits of the Southwest Gladiola-Devonian Pool in the said standard 80-acre unit.

(6) That denial of the subject application would deprive, or tend to deprive the mineral interest owners in the said 80-acre tract of the opportunity to recover their just and equitable share of the crude petroleum oil or natural gas, or both, in the Southwest Gladiola-Devonian Pool.

IT IS THEREFORE ORDERED:

That the interests of all persons having the right to drill for, produce, or share in the production of liquid hydrocarbons from the Southwest Gladiola-Devonian Pool underlying the S/2 SW/4 of Section 27, Township 12 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same are hereby force-pooled to form an 80-acre oil proration unit comprising all of said acreage, which unit shall be dedicated to a well to be located at a standard location in the SE/4 SW/4 of said Section 27.

<u>PROVIDED HOWEVER</u>, That this order shall automatically terminate if and when the Southwest Gladiola-Devonian Pool reverts to 40-acre oil proration units.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

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MURRAY E. MORGAN, Member

Tu PORTER, Jr., Member & Secretary

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