BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Contined March 16, 196

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

> CASE No. 2187 Order No. R-1888

APPLICATION OF CONTINENTAL OIL COMPANY FOR A 400-ACRE NON-STANDARD GAS PRORATION UNIT, EUMONT 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 February 23, 1961, at Santa Fe, New Mexico, before Elvis A. Utz, 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>3rd</u> day of March, 1961, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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, Continental Oil Company, is coowner and operator of the SEMU Eumont Lease, containing, among other lands, the W/2 W/2 of Section 26, the E/2 E/2 of Section 27 and the E/2 SE/4 of Section 22, all in Township 20 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant proposes that the above-described acreage be established as a non-standard gas proration unit in the Eumont Gas Pool, with the unit well to be the SEMU Eumont Well No. 65, located 2363 feet from the South line and 0 feet from the West line of said Section 26.

(4) That the proposed 400-acre non-standard gas proration unit can reasonably be presumed to be productive of gas from the Eumont Gas Pool.

(5) That the establishment of the proposed 400-acre nonstandard gas proration unit will neither cause waste nor impair correlative rights. -2-CASE No. 2187 Order No. R-1888

IT IS THEREFORE ORDERED:

(1) That a 400-acre non-standard gas proration unit in the Eumont Gas Pool consisting of the W/2 W/2 of Section 26, the E/2 E/2 of Section 27 and the E/2 SE/4 of Section 22, all in Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to the SEMU Eumont Well No. 65, located 2363 feet from the South line and 0 feet from the West line of said Section 26.

(2) That the allowable assigned to the above-described non-standard gas proration unit shall bear the same ratio to a standard allowable in the Eumont Gas Pool as the acreage in said unit bears to the acreage in a standard gas proration unit in the Eumont Gas Pool.

(3) That Order No. R-714 be and the same is hereby superseded.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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EDWIN L. MECHEM, Chairman

E. S. WALKER, Membern

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

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