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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. 2261 Order No. R-1979

APPLICATION OF CONTINENTAL OIL COMPANY FOR TWO NON-STANDARD GAS PRORATION UNITS IN THE 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 May 4, 1961, 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>17th</u> day of May, 1961, 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, Continental Oil Company, seeks the establishment of a 480-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of the S/2 and the NE/4 of Section 24, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, said unit to be dedicated to the SEMU Eumont Well No. 67, located 1980 feet from the South line and 1980 feet from the West line of said Section 24.

(3) That the applicant further seeks the establishment of a 480-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of the NW/4 of Section 24 and the SE/4, the SW/4 NE/4, the S/2 SW/4 and the NW/4 SW/4 of Section 13, all in Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, said unit to be dedicated to the SEMU Eumont Well No. 69, located 1980 feet from the North line and 1980 feet from the West line of said Section 24.

(4) That the acreage included in both of the abovedescribed non-standard gas proration units is presumed to be productive of gas from the Eumont Gas Pool. -2-CASE No. 2261 Order No. R-1979

(5) That approval of the subject application will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That a 480-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of the S/2 and the NE/4 of Section 24, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, is hereby established. Said unit shall be dedicated to the SEMU Eumont Well No. 67, located 1980 feet from the South line and 1980 feet from the West line of said Section 24.

(2) That a 480-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of the NW/4 of Section 24 and the SE/4, SW/4 NE/4, the S/2 SW/4 and the NW/4 SW/4 of Section 13, all in Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, is hereby established. Said unit shall be dedicated to the SEMU Eumont Well No. 69, located 1980 feet from the North line and 1980 feet from the West line of said Section 24.

(3) That the allowable assigned to each of the abovedescribed non-standard gas proration units 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.

(4) 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

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

SEAL

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