Entered Charles 23, 1965 Q.M.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. 3275 Order No. R-2941

APPLICATION OF ODESSA NATURAL GASOLINE COMPANY FOR A NON-STANDARD GAS PRORATION UNIT AND AN UNORTHODOX LOCATION, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on July 7, 1965, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>23rd</u> day of July, 1965, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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, Odessa Natural Gasoline Company, seeks approval of an unorthodox location for its Federal Dooley Well No. 1 located 560 feet from the South line and 560 feet from the West line of Section 24, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico.

(3) That the applicant also seeks approval of a 360-acre non-standard gas proration unit in the Getty-Morrow Gas Pool comprising the E/2 SE/4 of Section 23, SW/4 of Section 24, N/2 NW/4 of Section 25, and NE/4 NE/4 of Section 26, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico, to be dedicated to the subject well.

(4) That approval of the unorthodox location will prevent the economic loss caused by the drilling of unnecessary wells,

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avoid the augmentation of risk arising from the drilling of an excessive number of wells, and otherwise prevent waste and protect correlative rights.

(5) That approval of the proposed non-standard gas proration unit will afford the applicant the opportunity to produce its just and equitable share of the gas in the Getty-Morrow Gas Pool, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That an unorthodox location is hereby approved for the Odessa Natural Gasoline Company Federal Dooley Well No. 1 located 560 feet from the South line and 560 feet from the West line of Section 24, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico.

(2) That a 360-acre non-standard gas proration unit in the Getty-Morrow Gas Pool comprising the E/2 SE/4 of Section 23, SW/4 of Section 24, N/2 NW/4 of Section 25, and NE/4 NE/4 of Section 26, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico, is hereby established and dedicated to the Odessa Natural Gasoline Company Federal Dooley Well No. 1.

(3) 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 Chairman CAMPBELL B. Ko GUYTON B. HAYS, Member

SEAL

esr/

PORTER, Jr., Member & Secretary