BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Sinched Setember 211966

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

> CASE No. 3456 Order No. R-3119

APPLICATION OF HUMBLE OIL & REFINING COMPANY FOR AN UNORTHODOX OIL WELL LOCATION AND A NON-STANDARD OIL PRO-RATION UNIT, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 14, 1966, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this <u>21st</u> day of September, 1966, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, 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, Humble Oil & Refining Company, seeks authority to drill its Bowers "A" Federal Well No. 17 to the Ogallala formation at an unorthodox location 1815 feet from the South line and 1815 feet from the East line of Section 30, Township 18 South, Range 38 East, NMPM, Lea County, New Mexico.

(3) That the applicant also seeks approval of a 20-acre non-standard oil proration unit comprising the S/2 of the NW/4 SE/4 of said Section 30 to be dedicated to the subject well.

(4) That approval of the subject application will prevent the drilling of unnecessary wells, will afford the applicant the

-2-CASE No. 3456 Order No. R-3119

opportunity to produce its just and equitable share of the oil in the Ogallala formation, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Humble Oil & Refining Company, is hereby authorized to drill its Bowers "A" Federal Well No. 17 to the Ogallala formation at an unorthodox location 1815 feet from the South line and 1815 feet from the East line of Section 30, Township 18 South, Range 38 East, NMPM, Lea County, New Mexico.

(2) That a 20-acre non-standard oil proration unit comprising the S/2 of the NW/4 SE/4 of Section 30, Township 18 South, Range 38 East, NMPM, Lea County, New Mexico, is hereby created and dedicated to the Humble Oil & Refining Company Bowers "A" Federal Well No. 17.

(3) That the allowable for the above-described non-standard oil proration unit shall bear the same ratio to a standard allowable as 20 bears to 40.

(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 HAYS, Member Elle. PORTER, Jr., Member & Secretary L.

SEAL

esr/