Entend dicember 6, 1966

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. 3495 Order No. R-3162

APPLICATION OF BURLESON & HUFF FOR A NON-STANDARD PRORATION UNIT AND A NON-STANDARD LOCATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 30, 1966, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>6th</u> day of December, 1966, 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, Burleson & Huff, seeks authority to drill its Sunray State Well No. 1 at an unorthodox location 990 feet from the North line and 330 feet from the East line of Lot 3, Section 2, Township 16 South, Range 32 East, NMPM, North Anderson Ranch-Wolfcamp Pool, Lea County, New Mexico.

(3) That said Lot 3 can reasonably be presumed to be productive of oil in the subject pool.

(4) That the proposed non-standard location is necessary to prevent waste and protect correlative rights and should be approved in order to afford the applicant the opportunity to produce its just and equitable share of the oil and gas in the North Anderson Ranch-Wolfcamp Pool. -2-CASE No. 3495 Order No. R-3162

(5) That the applicant also seeks approval of a 50.30-acre non-standard proration unit in the North Anderson Ranch-Wolfcamp Pool comprising all of said Lot 3.

(6) That approval of a 50.30-acre non-standard proration unit in the North Anderson Ranch-Wolfcamp Pool comprising all of Lot 3, Section 2, Township 16 South, Range 32 East, NMPM, North Anderson Ranch-Wolfcamp Pool, Lea County, New Mexico, to be dedicated to the applicant's Sunray State Well No. 1 will afford to the owner of each property in the pool the opportunity to produce his just and equitable share of the oil and gas in the pool.

IT IS THEREFORE ORDERED:

(1) That the applicant, Burleson & Huff, is hereby authorized to drill its Sunray State Well No. 1 at an unorthodox location in the North Anderson Ranch-Wolfcamp Pool 990 feet from the North line and 330 feet from the East line of Lot 3, Section 2, Township 16 South, Range 32 East, NMPM, Lea County, New Mexico.

(2) That a 50.30-acre non-standard proration unit in the North Anderson Ranch-Wolfcamp Pool comprising all of Lot 3 of Section 2, Township 16 South, Range 32 East, NMPM, Lea County, New Mexico, is hereby created and dedicated to the Burleson & Huff Sunray State Well No. 1 to be located 990 feet from the North line and 330 feet from the East line of said Lot 3.

(3) That the above-described non-standard oil proration unit shall receive an allowable computed in accordance with Rule 3 of the Special Rules and Regulations for the North Anderson Ranch-Wolfcamp Pool promulgated by Order No. R-2212, dated May 1, 1962.

(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 AL CONSERVATION COMMISSION M. CAMPBELL Chairman ۰T B. Ho B. HAYS, Member J.C. PORTER, Jr., Member & Secretary

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