En land Friday 1, 1907

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. 3516 Order No. R-3188

APPLICATION OF TEXAS PACIFIC OIL COMPANY FOR SEVERAL NON-STANDARD GAS PRORATION UNITS, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 25, 1967, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>lst</u> day of February, 1967, 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, Texas Pacific Oil Company, seeks the rededication of certain acreage and the establishment of the following non-standard gas proration units in Township 23 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico:

A 200-acre non-standard gas proration unit comprising the SE/4 of Section 20 and the NW/4 SW/4 of Section 21, to be dedicated to its State "A" A/c-1 Well No. 2 located 2260 feet from the South line and 330 feet from the West line of said Section 21;

A 160-acre non-standard gas proration unit comprising the E/2 SW/4, SW/4 SW/4, and SW/4 SE/4 of Section 21,

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to be dedicated to its State "A" A/c-l Well No. 8 located 660 feet from the South line and 1980 feet from the East line of said Section 21;

A 160-acre non-standard gas proration unit comprising the SW/4 of Section 4, to be dedicated to its State "A" A/c-1 Well No. 18 located 660 feet from the South line and 660 feet from the West line of said Section 4;

An 80-acre non-standard gas proration unit comprising the S/2 NW/4 of Section 4, to be dedicated to its State "A" A/c-1 Well No. 15 located 1980 feet from the North line and 1980 feet from the West line of said Section 4;

A 120-acre non-standard gas proration unit comprising the N/2 NW/4 and NW/4 NE/4 of Section 4, to be dedicated to its State "A" A/c-1 Well No. 23 located 660 feet from the North line and 2310 feet from the East line of said Section 4;

A 160-acre non-standard gas proration unit comprising the W/2 SW/4, SE/4 SW/4, and SW/4 SE/4 of Section 9, to be dedicated to its State "A" A/c-1 Well No. 12 located 660 feet from the South line and 1980 feet from the East line of said Section 9.

(3) That each of the proposed non-standard gas proration units is productive of gas.

(4) That each of the proposed non-standard gas proration units can be efficiently and economically drained and developed by the well to which it is to be dedicated.

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

(6) That in order to establish the proposed non-standard gas proration units, Orders (1) and (2) of Order No. R-1364, Order No. R-2021, and Administrative Order NSP-521 should be superseded by this order.



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IT IS THEREFORE ORDERED:

(1) That the following-described non-standard gas proration units in Township 23 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, are hereby created:

- (a) A 200-acre non-standard gas proration unit comprising the SE/4 of Section 20 and the NW/4 SW/4 of Section 21, to be dedicated to the Texas Pacific Oil Company State "A" A/c-1 Well No. 2 located 2260 feet from the South line and 330 feet from the West line of Section 21.
- (b) A 160-acre non-standard gas proration unit comprising the E/2 SW/4, SW/4 SW/4, and SW/4 SE/4 of Section 21, to be dedicated to the Texas Pacific Oil Company State "A" A/c-1 Well No. 8 located 660 feet from the South line and 1980 feet from the East line of Section 21.
- (c) A 160-acre non-standard gas proration unit comprising the SW/4 of Section 4, to be dedicated to the Texas Pacific Oil Company State "A" A/c-1 Well No. 18 located 660 feet from the South line and 660 feet from the West line of Section 4.
- (d) An 80-acre non-standard gas proration unit comprising the S/2 NW/4 of Section 4, to be dedicated to the Texas Pacific Oil Company State "A" A/c-1 Well No. 15 located 1980 feet from the North line and 1980 feet from the West line of Section 4.
- (e) A 120-acre non-standard gas proration unit comprising the N/2 NW/4 and NW/4 NE/4 of Section 4, to be dedicated to the Texas Pacific Oil Company State "A" A/c-1 Well No. 23 located 660 feet from the North line and 2310 feet from the East line of Section 4.
- (f) A 160-acre non-standard gas proration unit comprising the W/2 SW/4, SE/4 SW/4, and SW/4 SE/4 of Section 9, to be dedicated to the Texas Pacific Oil Company State "A" A/c-1 Well No. 12 located 660 feet from the South line and 1980 feet from the East line of Section 9.



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(2) That Orders Nos. (1) and (2) of Order No. R-1364 are hereby superseded.

(3) That Order No. R-2021 is hereby superseded.

(4) That Administrative Order NSP-521 is hereby superseded.

(5) That the acreage factor for allowable purposes assigned to each of the above-described non-standard gas proration units shall bear the same ratio to a standard gas proration unit as the acreage in said unit bears to the acreage in a standard gas proration unit in the Jalmat Gas Pool.

(6) That the provisions of this order shall be effective as of February 1, 1967.

(7) 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 DAVID F. CARGO, Chairman HAYS, Member GŮYTØN в.

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

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