

*Entered July 15, 1969  
C. L. 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. 4163  
Order No. R-3794

APPLICATION OF PAN AMERICAN PETROLEUM  
CORPORATION FOR A NON-STANDARD GAS 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 July 9, 1969, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 15th day of July, 1969, 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, Pan American Petroleum Corporation, seeks approval of a 181-acre non-standard gas proration unit comprising the N/2 N/2 of Section 6, Township 23 South, Range 38 East, NMPM, Tubb Gas Pool, Lea County, New Mexico, to be dedicated to its Pike Federal Well No. 1, located in Unit A of said Section 6.

(3) That the unorthodox size of the proposed non-standard unit is due to a variation in the legal subdivision of the United States Public Land Surveys.

(4) That the entire proposed non-standard gas proration unit may reasonably be presumed to be productive of gas from the Tubb Gas Pool.

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(5) That the proposed non-standard gas proration unit can be efficiently and economically drained and developed by the aforesaid Pike Federal Well No. 1.

(6) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Tubb Gas Pool, will prevent the economic loss caused by the drilling of unnecessary wells, will avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That a 181-acre non-standard gas proration unit in the Tubb Gas Pool comprising the N/2 N/2 of Section 6, Township 23 South, Range 38 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to the Pan American Petroleum Corporation Pike Federal Well No. 1, located in Unit A of said Section 6.

(2) That the allowable assigned to the above-described non-standard gas proration unit shall be based upon the unit size of 181 acres.

(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

  
DAVID F. CARGO, Chairman

  
ALEX J. ARMIJO, Member

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

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