Entered May au, 1416

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. 4713 Order No. R-4315

APPLICATION OF TENNECO OIL COMPANY FOR NON-STANDARD PRORATION UNITS, MCKINLEY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 17, 1972, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>30th</u> day of May, 1972, 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:

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(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, Tenneco Oil Company, seeks approval of six non-standard oil proration units in the Lone Pine Dakota "D" Oil Pool, McKinley County, New Mexico.

(3) That the proposed non-standard proration units can be efficiently and economically developed by the subject wells.

(4) That approval of the subject application will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the following-described non-standard oil proration units in the Lone Pine Dakota "D" Oil Pool, McKinley County, New Mexico, are hereby established and dedicated as follows:

 An 80-acre unit comprising the SE/4 NE/4 and the NE/4 SE/4 of Section 7, Township 17 North, Range 8 West, to be dedicated to its Lone Pine Dakota "D" Unit Well No. 2, located in Unit I of said Section 7. -2-CASE NO. 4713 Order No. R-4315

- 2. An 80-acre unit comprising the SW/4 NE/4 and NW/4 SE/4 of Section 7, Township 17 North, Range 8 West, to be dedicated to Unit Well No. 3, located in Unit J of said Section 7.
- 3. A 91.66-acre unit comprising Lots 7 and 8 and SW/4 SE/4 of Section 12, Township 17 North, Range 9 West, to be dedicated to Unit Well No. 5, located in Lot 7 of said Section 12.
- 4. A 91.59-acre unit comprising Lots 1 and 2 and NW/4 NE/4 of Section 13, Township 17 North, Range 9 West, to be dedicated to Unit Well No. 12, located in Unit B of said Section 13.
- 5. A 91.56-acre unit comprising Lots 3 and 4 and SW/4 NE/4 of Section 13, Township 17 North, Range 9 West, to be dedicated to Unit Well No. 14, located in Unit H of said Section 13.
- 6. An 80-acre unit comprising the SW/4 NW/4 and NW/4 SW/4 of Section 17, Township 17 North, Range 8 West, to be dedicated to Unit Well No. 17, located in Unit L of said Section 17.

(2) 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 125 -karry Nu in BRUCE KING, Chairman 2. Chinge Ced ALEX J. ARMIJO, Member A. L. PORTER, Jr., Momber & Secretary

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