

Entered October 27, 1972
R.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. 4720
Order No. R-4318-B

IN THE MATTER OF CASE NO. 4720 BEING
REOPENED FOR RECONSIDERATION OF THE
RATABLE-TAKE FACTOR AND ACREAGE
FACTOR IMPOSED BY ORDER NO. R-4318.

ORDER OF THE COMMISSION

BY THE COMMISSION:

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

NOW, on this 27th day of October, 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:

(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 by Commission Order No. R-4318, dated May 31, 1972, the applicant, Rotary Oil & Gas Company, was authorized to drill a gas well at an unorthodox gas well location in the Osudo-Devonian Gas Pool, 660 feet from the North line and 1980 feet from the East line of Section 32, Township 20 South, Range 36 East, NMPM, Lea County, New Mexico, and was granted approval of a non-standard gas proration unit in the Osudo-Devonian Gas Pool comprising the NE/4 of Section 32 and the NW/4 of Section 33, Township 20 South, Range 36 East, NMPM, Lea County, New Mexico.

(3) That to offset any advantage to be gained over other producers in the pool as a result of the well being drilled at a non-standard gas well location in the NE/4 of Section 32, the subject well was assigned a ratable-take factor of 81% and an acreage factor for proration purposes of .81.

(4) That the applicant now seeks the removal of said factors.

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(5) That developments in the Osudo-Devonian Gas Pool since May 31, 1972, indicate that the approval of the application for removal of the 81% ratable-take factor and .81 acreage factor will not cause waste nor violate the correlative rights of other operators in the pool.

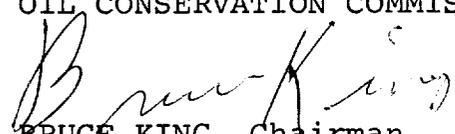
IT IS THEREFORE ORDERED:

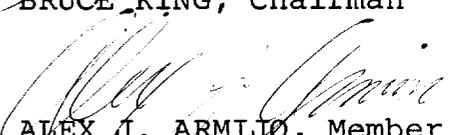
(1) That the applicant, Rotary Oil & Gas Company, is hereby authorized to drill a gas well at an unorthodox gas well location in the Osudo-Devonian Gas Pool, 660 feet from the North line and 1980 feet from the East line of Section 32, Township 20 South, Range 36 East, NMPM, Lea County, New Mexico, and is hereby authorized a non-standard gas proration unit in the Osudo-Devonian Gas Pool comprising the NE/4 of Section 32 and the NW/4 of Section 33, Township 20 South, Range 36 East, NMPM, Lea County, New Mexico.

(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


BRUCE KING, Chairman


ALEX J. ARMIJO, Member


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

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