Contered February 21, 1973

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. 4904 Order No. R-4484

APPLICATION OF TEXAS PACIFIC OIL COMPANY, INC. FOR TWO 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 February 14, 1973, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>21st</u> day of February, 1973, 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, Inc., seeks the establishment of the following two non-standard gas proration units in the Jalmat Gas Pool, in Township 23 South, Range 36 East, Lea County, New Mexico:

- (a) A 120-acre unit comprising the W/2 SW/4 and NE/4 SW/4 of Section 4 to be dedicated to the State "A" A/C-1 Well No. 18 located in Unit M of Section 4;
- (b) A 320-acre unit comprising the SE/4 SW/4 of Section 4 and the NW/4, S/2 NE/4, and NE/4 NE/4 of Section 9 to be simultaneously dedicated to the State "A" A/C-1 Well No. 111 located in Unit N of Section 4, State "A" A/C-1 Well No. 41 located in Unit A of Section 9, and State "A" A/C-1 Well No. 100 located in Unit H of Section 9.

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

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(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.

IT IS THEREFORE ORDERED:

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

- (a) A 120-acre unit comprising the W/2 SW/4 and NE/4 SW/4 of Section 4 to be dedicated to the State "A" A/C-1 Well No. 18 located in Unit M of said Section 4;
- (b) A 320-acre unit comprising the SE/4 SW/4 of Section 4 and the NW/4, S/2 NE/4, and NE/4 NE/4 of Section 9 to be simultaneously dedicated to the State "A" A/C-1 Well No. 111 located in Unit N of Section 4, State "A" A/C-1 Well No. 41 located in Unit A of Section 9, and State "A" A/C-1 Well No. 100 located in Unit H of Section 9.

(2) That the effective date of this order shall be March 1, 1973, and that the balancing status of each of the proration units herein authorized shall be the status as of that date of the unit being superseded.

(3) That that portion of Commission Order No. R-3188 relating to a 160-acre non-standard unit in Section 4, Township 23 South, Range 36 East, NMPM, and that portion of Commission Order R-3209 relating to a 280-acre non-standard gas proration unit in Section 9, Township 23 South, Range 36 East, NMPM, are hereby superseded.

(4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION E/ Λ ۷ BRUCE KING, Chairman ann l ALEX J. ARMIJO, Member

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

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