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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. 4974 Order No. R-4562

APPLICATION OF ATLANTIC RICHFIELD COMPANY FOR A NON-STANDARD GAS PRORATION UNIT AND SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 23, 1973, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>25th</u> day of June, 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, Atlantic Richfield Company, seeks the approval of a non-standard 160-acre gas proration unit comprising the W/2 NE/4 and E/2 NW/4 of Section 12, Township 24 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico.

(3) That the applicant seeks to simultaneously dedicate to said non-standard unit its Cooper Wells Nos. 1, 2, and 3, located in Units G, F, and B, respectively, of said Section 12, with unit production to be taken from said wells in any proportion.

(4) That said unit is capable of only marginal production but should become non-marginal when the Cooper Well No. 3 receives a pipeline connection.

(5) That the proposed non-standard gas proration unit can be efficiently and economically drained and developed by the subject wells.

-2-Case No. 4974 Order No. R-4562

(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 Jalmat Gas Pool and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

That effective at 7:00 a.m. July 1, 1973, the (1) applicant, Atlantic Richfield Company, is hereby authorized to simultaneously dedicate its non-standard 160-acre gas proration unit comprising the W/2 NE/4 and E/2 NW/4 of Sec-tion 12, Township 24 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, to its Cooper Wells No. 1, 2, and 3, located in Units G, F, and B, respectively, of said Section 12 with unit production to be taken from said wells in any proportion.

That the allowable assigned to the above-described (2) gas proration unit shall be based upon the unit size of 160 acres and that the operator may produce the allowable assigned to the unit from the subject wells in any proportion.

That Administrative Orders NSP-47 and NSP-48 are (3) hereby superseded.

That jurisdiction of this cause is retained for the (4) 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

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I. R. TRUJILLO, Chairman

ARMIJO, Member

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

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