Entered Junuary 15, 1914 A.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. 5134 Order No. R-4703

APPLICATION OF ATLANTIC RICHFIELD COMPANY FOR SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 3, 1974, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>15th</u> day of January, 1974, 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, is the operator of a standard 640-acre gas proration unit comprising all of Section 15, Township 22 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico which is simultaneously dedicated to its McDonald State Wells No. 13, 14 and 15 located in said Section 15.

(3) That said wells are capable of only marginal production.

(4) That the applicant seeks approval for the simultaneous dedication of four wells to said standard 640-acre unit by drilling an additional well to the Jalmat Gas Pool to be known as the McDonald State Well No. 23 at a non-standard location 660 feet from the North line and 1980 feet from the West line of said Section 15.

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

(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:

(1) That effective at 7:00 a.m. February 1, 1974, or when the 4th well is completed and connected, whichever is later, the applicant, Atlantic Richfield Company, is hereby authorized the simultaneous dedication of four -2-CASE NO. 5134 Order No. R-4703

wells to a standard 640-acre unit comprising all of Section 15, Township 22 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico, said wells being applicant's McDonald State WN Wells Nos. 23, 14, 15, and 13, located in Units C, G, L, and P, respectively, of said Section 15.

(2) That the allowable assigned to the above-described gas proration unit shall be based upon the unit size of 640 acres and that the operator may produce the allowable assigned to the unit from the subject wells in any proportion.

(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 S ~0 I. R. TRUJILLO, Chairman ₩ĴÓ.

JR., Member

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