

*Entered September 10, 1974
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. 5308
Order No. R-4858

APPLICATION OF CONTINENTAL OIL
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 September 4, 1974, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 10th day of September, 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, Continental Oil Company, is the operator of a non-standard 320-acre gas proration unit comprising the S/2 of Section 25, Township 16 South, Range 37 East, NMPM, Lea County, New Mexico, which is presently dedicated to applicant's Lynn B-25 Well No. 2, located in Unit M of said Section 25.
- (3) That the producing capacity of said Well No. 2 has declined to the extent that it is incapable of producing the allowable for said unit.
- (4) That the applicant is also the operator of its Lynn B-25 Well No. 1, located in Unit J of said Section 25, which well is capable of marginal production only.
- (5) That the applicant seeks approval for the simultaneous dedication of the subject non-standard proration unit to its Lynn B-25 Wells Nos. 1 and 2 with the allowable assigned to said unit to be produced from said wells in any proportion.
- (6) That approval of the subject application will better enable the applicant to produce its just and equitable share of the gas in the Jalmat Gas Pool and will otherwise prevent waste and protect correlative rights.

-2-

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IT IS THEREFORE ORDERED:

(1) That the applicant, Continental Oil Company, is hereby authorized to simultaneously dedicate its 320-acre non-standard gas proration unit, consisting of the S/2 of Section 25, Township 23 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, to its Lynn B-25 Wells Nos. 1 and 2, located in Units J and M, respectively, of said Section 25.

(2) That the allowable assigned to the above-described non-standard gas proration unit shall be based on the unit size of 320-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



I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member



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

S E A L

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