PEFCRE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

C. P.

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 5384 Order No. R-4941

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

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 8, 1975, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>22nd</u> day of January, 1975, 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 owner and operator of the State 157-E Well No. 1, and State 157-C Wells Nos. 2 and 1, to be redesignated as the Jalmat State Gas Com Wells Nos. 1, 2, and 3, respectively, and located at unorthodox locations in Units G, P, and O, respectively, of Section 32, Township 24 South, Range 37 East, Jalmat Gas Pool, Lea County, New Mexico.

(3) That the applicant seeks approval for the simultaneous dedication of a 240 acre non-standard gas proration unit comprising the W/2 E/2, SE/4 SE/4, and SE/4 SW/4 of said Section 32 to the above-described wells.

(4) That the applicant further seeks authority to produce the allowable assigned to the unit from either of the aforesaid wells in any proportion.

(5) That approval of the application will protect correlative rights and prevent waste.



-2-CASE NO. 5384 Order No. R-4941

IT IS THEREFORE ORDERED:

(1) That the applicant, Atlantic Richfield Company, is hereby authorized to simultaneously dedicate a 240-acre nonstandard gas proration unit comprising the W/2 E/2, SE/4 SE/4, and SE/4 SW/4 of Section 32, Township 24 South, Range 37 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, to its Jalmat State Gas Com Wells Nos. 1, 2, and 3 located at unorthodox locations in Units G, P, and O, respectively, of said Section 32.

(2) That the allowable assigned to the above-described gas proration unit shall be based upon the unit size of 240 acres; that the operator may produce the allowable assigned to the unit from the subject wells in any proportion.

(3) That Commission Administrative Order NSP-297 is hereby superseded.

(4) 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

Lucero

Member LUCERO.

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

SEAL

jr/