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. 932** Order No. R-683

THE APPLICATION OF EL PASO NATURAL GAS COMPANY FOR AN ORDER GRANTING APPROVAL OF AN EXCEPTION PURSUANT TO RULE 5 (a) OF THE SPECIAL RULES AND **REGULATIONS FOR THE JALMAT GAS POOL** OF ORDER NO. R-520 IN ESTABLISHMENT OF A NON-STANDARD GAS PRORATION UNIT OF 320 ACRES CONSISTING OF THE W/2 OF SECTION 29, TOWNSHIP 26 SOUTH, RANGE 37 EAST, NMPM, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on July 14, 1955, and on August 17, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this $15^{\frac{t}{2}}$ day of September, 1955, the Commission, a quorum being present, having considered the records and testimony adduced, and being fully advised in the premises,

FINDS:

(1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.

(2) That pursuant to provisions of Rule 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool of Order No. R-520, the Commission has power and authority to permit the formation of a gas proration unit consisting of other than a legal section after notice and hearing by the Commission.

(3) That applicant, El Paso Natural Gas Company, is the owner of gas rights down to a depth of 4000 feet in W/2 of W/2 of Section 29, Township 26 South, Range 37 East, NMPM, in Lea County, New Mexico, and oil and gas rights under the E/2 W/2 of Section 29, Township 26 South, Range 37 East, containing 320 acres more or less.

(4) That applicant, El Paso Natural Gas Company, has a producing well on the aforesaid lease known as M. L. Parker Well No. 1, and situated 660' from the North line and 660' from the West line of Section 29, Township 26 South, Range 37 East, NMPM, Lea County, New Mexico.

Entered September 21, 1955 Mom

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(5) That the aforesaid well was completed and in production on April 14, 1935, prior to August 12, 1954, the effective date of Order No. R-520, and is located within the horizontal and vertical limits of the pool heretofore delineated and designated as the Jalmat Gas Pool.

(6) That it is impractical to pool applicant's said lease with adjoining acreage in the Jalmat Gas Pool and that the owners of adjoining acreage in said area have not objected to the formation of the proposed proration unit of 320 acres.

IT IS THEREFORE ORDERED:

(1) That the application of El Paso Natural Gas Company, for approval of a non-standard proration unit consisting of the following described acreage:

TOWNSHIP 26 SOUTH, RANGE 37 EAST, NMPM W/2 of Section 29

be and the same is hereby approved.

(2) That applicant's well, M. L. Parker Well No. 1, located in the Jalmat Gas Pool, shall be granted an allowable in the proportion that the above described 320 acre unit bears to the standard or orthodox proration unit for said pool, all until further order of the Commission.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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JOHN F. SIMMS, Chairman

WALKER, Member

W 35 Marly W. B. MACEY, Member and Secretary

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