

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

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

CASE NO. 899
Order No. R-685

THE APPLICATION OF STANOLIND OIL
AND GAS COMPANY FOR AN ORDER
GRANTING APPROVAL OF AN EXCEPTION
TO RULE 5 (a), OF THE SPECIAL RULES
AND REGULATIONS FOR THE EUMONT GAS
POOL, OF ORDER NO. R-520 IN THE
ESTABLISHMENT OF A NON-STANDARD GAS
PRORATION UNIT IN THE EUMONT GAS POOL,
CONSISTING OF THE E/2 OF SECTION 21,
TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM,
LEA COUNTY, NEW MEXICO, AND TO BE
ASSIGNED TO THE O. J. GILLULLY "B" WELL
NO. 6-X FOR GAS PRORATION PURPOSES.

ORDER OF THE COMMISSION

BY THE COMMISSION

This cause came on for hearing at 9 o'clock a.m. on May 18, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 15th 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 of the Eumont 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, Stanolind Oil and Gas Company, is the owner of an oil and gas lease in Lea County, New Mexico the land consisting of other than a legal section, and described as follows, to-wit:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM
E/2 of Section 21

containing 320 acres, more or less.

Entered September 21, 1955
WEM

-2-

Order No. R-685

(4) That applicant, Stanolind Oil and Gas Company, has a producing gas well on the aforesaid acreage, known as the O. J. Gillully "B" Well No. 6-X, located 390 feet from the North line and 660 feet from the East line in the NE/4 of the NE/4 of Section 21, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico.

(5) That the aforesaid mentioned well was completed as an oil well within the Monument Oil Pool in 1939. Permission was obtained to dually complete said well before issuance of Order R-520. This well was dually completed after the issuance of Order R-520 as a gas well in 1954 in the Eumont Gas Pool. That this well and the requested unit is located within the horizontal and vertical limits of the Eumont Gas Pool.

(6) That all of the acreage contained in the proposed proration unit will not be efficiently drained by wells presently producing in the Eumont Gas Pool.

IT IS THEREFORE ORDERED:

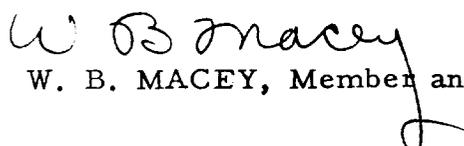
That the application of Stanolind Oil and Gas Company for approval of a non-standard gas proration unit consisting of the E/2 of Section 21, Township 20 South, Range 37 East, Eumont Gas Pool, NMPM, Lea County, New Mexico, be and the same is hereby denied for its O. J. Gillully "B" Well No. 6-X.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN F. SIMMS, Chairman


E. S. WALKER, Member


W. B. MACEY, Member and Secretary

S E A L

ir/