

Order No. R-904
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 THE STATE OF NEW
MEXICO FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 1158
Order No. R-904

THE APPLICATION OF GULF OIL
CORPORATION FOR AN ORDER
GRANTING APPROVAL OF AN
EXCEPTION TO RULE 5 (a) OF
THE SPECIAL RULES AND REGULATIONS
FOR THE EUMONT GAS POOL AS SET
FORTH IN ORDER NO. R-520 IN
ESTABLISHMENT OF A NON-STANDARD
GAS PRORATION UNIT OF 240 CONTIGUOUS
ACRES CONSISTING OF THE NW/4 SECTION
6, TOWNSHIP 22 SOUTH, RANGE 37 EAST,
NMPM, AND THE N/2 NE/4 SECTION 1,
TOWNSHIP 22 SOUTH, RANGE 36 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
October 4, 1956, at Santa Fe, New Mexico, before Daniel S. Nutter,
Examiner duly appointed by the New Mexico Oil Conservation Com-
mission, hereinafter referred to as the "Commission," in accord-
ance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 26th day of October, 1956, the Commission,
a quorum being present, having considered the application, the
evidence adduced, the recommendations of the Examiner, Daniel S.
Nutter, and being fully advised in the premises,

FINDS:

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

(2) That applicant, Gulf Oil Corporation, is the owner
of a patented oil and gas lease in Lea County, New Mexico, the land
consisting of other than a legal section, a portion of which is
described as follows, to-wit:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 6: NW/4

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
Section 1: N/2 NE/4

containing 240 acres, more or less.

(3) That applicant, Gulf Oil Corporation, has a producing well on the aforesaid acreage known as the H. T. Mattern "D" Well No. 7, located 660 feet from the North line and 660 feet from the West line of Section 6, Township 22 South, Range 37 East, NMPM.

(4) That the aforesaid well is a dual completion as authorized by Order DC-280.

(5) That the upper zone is completed in the Queen formation within the vertical and horizontal limits of the Eumont Gas Pool and the lower zone is completed in the Grayburg formation of the Arrowhead Pool.

(6) That creation of a proration unit consisting of the aforesaid acreage will not cause but will prevent waste, and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of Gulf Oil Corporation for approval of a non-standard gas proration unit consisting of the following described acreage in the Eumont Gas Pool, Lea County, New Mexico:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 6: NW/4

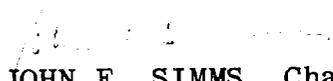
TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
Section 1: N/2 NE/4

be and the same is hereby approved, and a proration unit consisting of the aforesaid acreage is hereby created.

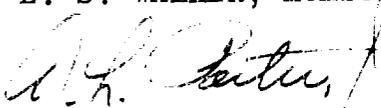
(2) That applicant's well, H. T. Mattern "D" No. 7, located in the NW/4 NW/4 Section 6, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, shall be granted an allowable in the proportion that the above described 240-acre unit bears to a standard proration unit according to Rule 12 of the pool rules, 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


JOHN F. SIMMS, Chairman


E. S. WALKER, Member


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

S E A L