Entered Nov. 12, 1956 U. R. 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. 1154 Order No. R-910

APPLICATION OF CONTINENTAL OIL COMPANY FOR THE ESTABLISHMENT OF A 480-ACRE NON-STANDARD GAS PRORATION UNIT IN THE EUMONT GAS POOL, LEA COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

## BY THE COMMISSION:

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This cause came on for hearing at 9:00 o'clock a.m. on September 26, 1956, at Hobbs, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this  $n_{\pm}$  day of November, 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 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 the applicant is the operator of the Skaggs "B-14" No. 1 Well, located 1980 feet from the South line and 660 feet from the West line of Section 14, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That applicant proposes to form a 480-acre nonstandard gas proration unit comprising the W/2 of Section 14 and the E/2 E/2 of Section 15, Township 20 South, Range 37 East, NMPM, and to dedicate said unit to the aforesaid Skaggs "B-14" No. 1 Well.

(4) That the said Skaggs "B-14" No. 1 Well is ideally located to drain the proposed unit.

(5) That the approval of the subject application will not cause but will prevent waste and will protect correlative rights.

-2-Case No. 1154 Order No. R-910

## IT IS THEREFORE ORDERED:

(1) That the application of Continental Oil Company for the establishment of a 480-acre non-standard gas proration unit in the Eumont Gas Pool comprising the W/2 of Section 14 and the E/2 E/2 of Section 15, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby approved, and a proration unit consisting of the aforesaid acreage is hereby created.

(2) That applicant's Skaggs "B-14" No. 1 Well, located in the NW/4 SW/4 of said Section 14, shall be granted an allowable in accordance with Rule 12 of the pool rules in the proportion that the above-described 480 acres bears to the standard proration unit for the Eumont Gas 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

the 7 Su JOHN F. SIMMS, Chairman

S. WALKER, Member

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