

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. 4066
Order No. R-3700

APPLICATION OF HUMBLE OIL & REFINING
COMPANY FOR THE CONSOLIDATION OF TWO
NON-STANDARD GAS PRORATION UNITS, LEA
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 5, 1969,
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 12th day of March, 1969, 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, Humble Oil & Refining Company, is
the owner and operator of two 320-acre non-standard gas proration
units comprising the N/2 and the S/2, respectively, of Section
26, Township 21 South, Range 36 East, NMPM, Eumont Gas Pool, Lea
County, New Mexico.

(3) That the S/2 of said Section 26 is presently dedicated
to the applicant's New Mexico State "G" Well No. 2, located in
Unit P of said Section 26, pursuant to Commission Order No. R-748.

(4) That the N/2 of said Section 26 is presently dedicated
to the applicant's New Mexico State "G" Well No. 4, located in
Unit G of said Section 26, pursuant to Administrative Order
NSP-233.

(5) That the applicant now seeks the consolidation of the two existing non-standard gas proration units to form one 640-acre standard gas proration unit comprising all of said Section 26, said unit to be simultaneously dedicated to its aforesaid New Mexico State "G" Wells Nos. 2 and 4.

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

(7) That the proposed standard gas proration unit can be efficiently and economically drained and developed by the New Mexico State "G" Wells Nos. 2 and 4.

(8) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Eumont Gas Pool, and will otherwise prevent waste and protect correlative rights.

(9) That Order No. R-748 and Administrative Order NSP-233 should be superseded.

IT IS THEREFORE ORDERED:

(1) That, effective April 1, 1969, a 640-acre standard gas proration unit in the Eumont Gas Pool comprising all of Section 26, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and simultaneously dedicated to the Humble Oil & Refining Company New Mexico State "G" Well No. 2, located in Unit P of said Section 26, and to the Humble Oil & Refining Company New Mexico State "G" Well No. 4, located in Unit G of said Section 26.

(2) That the allowable assigned to the above-described gas proration unit shall be based upon the unit size of 640 acres; that the operator may produce the allowable assigned to the unit from the subject wells in any proportion; and that the status of said consolidated unit shall be the combined status, as of April 1, 1969, of the two units being consolidated.

(3) That Order No. R-748 and Administrative Order NSP-233 are hereby superseded.

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(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

DAVID F. CARGO, Chairman

ALEX J. ARMIJO, Member

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

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