

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. 840
Order No. R-609

THE APPLICATION OF TEXAS AND
PACIFIC COAL AND OIL COMPANY
FOR AN ORDER GRANTING APPROVAL
OF AN EXCEPTION PURSUANT TO RULE
5 (a) OF ORDER NO. R-520 IN THE
ESTABLISHMENT OF AN UNORTHODOX
GAS PRORATION UNIT OF 320 CONTIGUOUS
ACRES CONSISTING OF S/2 OF SECTION 11,
TOWNSHIP 22 SOUTH, RANGE 36 EAST,
NMPM, LEA COUNTY, NEW MEXICO, IN
THE JALMAT GAS POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a. m. on February 16, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 16th day of March, 1955, the Commission, a quorum being present, having considered the record and the testimony adduced at said hearing, 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 cause and the subject matter thereof.
- (2) That pursuant to the provisions of Rule 5 (a) of Order No. R-520, the Commission has authority to permit the formation of a gas proration unit consisting of other than a legal section after notice and hearing.
- (3) That applicant, Texas and Pacific Coal and Oil Company, is the owner of an oil and gas lease covering the land concerned herein which comprises other than a legal section, and described as follows:

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
S/2 of Section 11

containing 320 acres, more or less.

- (4) That applicant, Texas and Pacific Coal and Oil Company, has a producing gas well on the aforesaid lease known as Texas and Pacific

Coal and Oil Company State "A" a/c-2, Well No. 36, located 660 feet from the south line and 660 feet from the west line of Section 11, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, in the Jalmat Gas Pool.

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

(6) That the entire unorthodox proration unit as herein proposed may be assumed productive of gas from the Jalmat Gas Pool.

(7) That unless a proration unit consisting of applicant's aforesaid acreage is permitted, applicant will be deprived of the full use and value of the lease herein described and the well located thereon.

(8) That the creation of the proration unit herein described is in the interests of conservation and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of Texas and Pacific Coal and Oil Company for the approval of an unorthodox proration unit in the Jalmat Gas Pool be and the same hereby is approved, and a proration unit consisting of the following described acreage is hereby created:

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
S/2 of Section 11

(2) That applicant's well, Texas and Pacific Coal and Oil Company State "A" a/c-2 Well No. 36, located in the S/2 of Section 11, Township 22 South, Range 36 East, NMPM, shall be granted an allowable in accordance with the Jalmat Gas Pool rules in the proportion that the above-described 320-acre proration 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

John F. Simms
JOHN F. SIMMS, Chairman

E. S. Walker
E. S. WALKER, Member

W. B. Macey
W. B. MACEY, Member and Secretary

