

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

October 19, 1955

Angels Peak Oil Company &
Congress Oil Company
Burt Building
Dallas 1, Texas

Gentlemen:

We enclose a copy of Orders R-697 and R-698 issued October 13, 1955, by the Oil Conservation Commission in Cases 939 and 940, respectively, which were heard at the August 17th hearing.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:brp
Encls.

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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. 939
Order No. R-697

THE APPLICATION OF ANGELS PEAK
OIL COMPANY FOR AN ORDER GRANTING
APPROVAL OF AN EXCEPTION PURSUANT
TO RULE 6 (a) OF THE SPECIAL RULES
AND REGULATIONS FOR THE FULCHER KUTZ-
PICTURED CLIFFS GAS POOL OF ORDER NO.
R-565 IN ESTABLISHMENT OF A NON-STANDARD
GAS PRORATION UNIT OF 190.89 CONTIGUOUS
ACRES CONSISTING OF W/2 AND W/2 E/2 OF
FRACTIONAL SECTION 12, TOWNSHIP 28 NORTH,
RANGE 11 WEST, NMPM, SAN JUAN COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a. m. on August 17, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 13th day of October, 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 the provisions of Rule 6 (a) of the Special Rules and Regulations for the Fulcher Kutz-Pictured Cliffs Gas Pool of Order No. R-565, the Commission has power and authority to permit the formation of a gas proration unit consisting of other than a legal quarter section after notice and hearing by the Commission.
- (3) That the applicant, Angels Peak Oil Company is the owner of an oil and gas lease in San Juan County, New Mexico, the land consisting of other than a legal quarter section.
- (4) That applicant proposes to establish a non-standard gas proration unit in the Fulcher Kutz-Pictured Cliffs Gas Pool, to consist of the following described acreage:

TOWNSHIP 28 NORTH, RANGE 11 WEST, NMPM
W/2 and W/2 E/2 of fractional Section 12

containing 190.89 acres, more or less.

(5) That applicant, Angels Peak Oil Company, has a producing well known as Angels Peak No. 18, located 990 feet from the South line and 990 feet from the west line of Section 12, Township 28 North, Range 11 West, NMPM, San Juan County, New Mexico.

(6) That the entire acreage may be reasonably presumed to be productive of gas and that the owners of adjoining acreage in said area have not objected to the formation of the proposed proration unit of 190.89 acres.

(7) That unless a proration unit consisting of aforesaid acreage is permitted, applicant will be deprived of the opportunity to recover its just and equitable share of the natural gas in the Fulcher Kutz-Pictured Cliffs Gas Pool.

(8) That the 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 Angels Peak Oil Company for approval of a non-standard proration unit consisting of the following described acreage:

TOWNSHIP 28 NORTH, RANGE 11 WEST, NMPM
W/2 and W/2 E/2 of fractional Section 12

a total of 190.89 acres,

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

2. That the applicant's well, Angels Peak Well No. 18, located in the Fulcher Kutz-Pictured Cliffs Gas Pool, 990 feet from the South line and 990 feet from the west line of Section 12, Township 28 North, Range 11 West, NMPM, San Juan County, New Mexico, shall be granted an allowable in the proportion that the above described 190.89 acre 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

