

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. 1156
Order No. R-915

APPLICATION OF CONTINENTAL OIL
COMPANY FOR AN ORDER GRANTING
A 240-ACRE NON-STANDARD GAS
PRORATION UNIT IN EXCEPTION TO
RULE 5 (a) OF THE SPECIAL RULES
AND REGULATIONS FOR THE EUMONT
GAS POOL AS SET FORTH IN ORDER
R-520, SAID UNIT TO COMPRISE THE
NE/4 AND THE E/2 NW/4 OF SECTION
28, TOWNSHIP 20 SOUTH, RANGE 37
EAST, NMPM, LEA COUNTY, NEW MEXICO,
AND FURTHER FOR THE FORCED POOLING
OF ALL INTERESTS THEREIN WITHIN
THE VERTICAL LIMITS OF THE EUMONT
GAS POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 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 13th 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 applicant seeks an order pooling or communitizing the rights and interests of all persons having the right to drill for, produce or share in the production of oil or gas, or both, from the Eumont Gas Pool in and under the following described lands:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM
Section 28: NE/4 and E/2 NW/4

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(3) That applicant, et al, are the owners of the interests in above-described acreage and that all of the owners have entered into a communitization agreement on said lands with the exception of Della Turland who owns a 12 1/2 percent unleased fee interest and Dell Turland who owns a 12 1/2 percent unleased fee interest in the SE/4 NE/4 of said Section 28, and that said parties have refused to execute a communitization agreement as to said interest.

(4) That unless all interests are pooled in the subject acreage and a 240-acre non-standard unit is granted, applicant and other owners will be deprived of an opportunity to recover their just and equitable share of the gas thereunder.

(5) That the interest of prevention of waste and the protection of correlative rights will best be served by the granting of the application for a 240-acre non-standard unit and the forced pooling of all interests thereunder.

(6) That applicant requests dedication of the aforesaid 240 acres to its Meyer B-28 "A" Well No. 1, located 1980 feet from the North line and 1980 feet from the East line of Section 28, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico.

IT IS THEREFORE ORDERED:

That the application of the Continental Oil Company for approval of a 240-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of the following described acreage in Lea County, New Mexico:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM
Section 28: NE/4, and E/2 NW/4

be and the same is hereby approved.

That applicant's Meyer B-28 "A" Well No. 1, located 1980 feet from the North line and 1980 feet from the East line of said Section 28, be granted an allowable in accordance with Rule 12 of the Eumont Pool Rules and Regulations, in the proportion that the above-described 240-acre unit bears to the standard proration unit for said pool.

That all of the interests of all parties in the NE/4 and the E/2 NW/4 of Section 28, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same are hereby pooled and

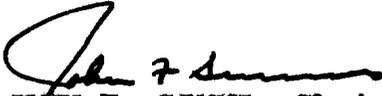
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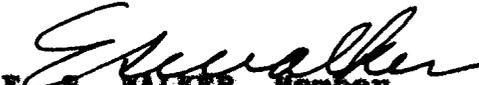
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the said acreage is hereby recognized as a pooled and communitized tract in the Eumont Gas Pool in Lea County, New Mexico.

DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN F. SIMMS, Chairman


E. S. WALKER, Member


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



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OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

November 20, 1956

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Y

Mr. Jason Kellahin
P. O. Box 597
Santa Fe, New Mexico

Dear Sir:

On behalf of your client, Continental Oil Company, we enclose two copies each of Orders R-915 and R-916 issued November 13, 1956, by the Oil Conservation Commission in Cases 1156 and 1157, which were heard on September 26, 1956, in Hobbs, New Mexico.

Very truly yours,

A. L. Porter, Jr.
Secretary-Director

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