

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. 1216
Order No. R-962

APPLICATION OF CONTINENTAL OIL
COMPANY FOR A 320 ACRE NON-STANDARD
GAS PRORATION UNIT IN THE JALMAT GAS
POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 10:00 o'clock a.m. on February 27, 1957, at Hobbs, New Mexico, before Warren W. Mankin, 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 29th day of March, 1957, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner Warren W. Mankin, 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 case and the subject matter thereof.

(2) That the applicant, Continental Oil Company, is the owner of oil and gas leases in Lea County, New Mexico, a portion of which consists of the N/2 Section 17, Township 24 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant is the owner and operator of the Jack "B-17" Well No. 3, located 990 feet from the North line and 990 feet from the East line of said Section 17, and said well is completed within the vertical and horizontal limits of the Jalmat Gas Pool.

(4) That the applicant proposes to dedicate the N/2 of said Section 17 to the aforementioned well.

(5) That the owners of adjoining acreage in said area have not objected to the formation of the proposed proration unit.

(6) That unless a proration unit consisting of applicant's aforesaid acreage is permitted, applicant will be deprived of the opportunity to recover his just and equitable share of the gas from the Jalmat Gas Pool.

(7) That the creation of a proration unit consisting of the aforesaid acreage will not cause waste or impair correlative rights.

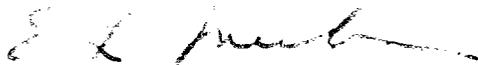
IT IS THEREFORE ORDERED:

1. That the application of Continental Oil Company for a 320 acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the N/2 of Section 17, Township 24 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby approved, and a proration unit consisting of aforesaid acreage is hereby created.

2. That the applicant's Jack "B-17" Well No. 3, located in the NE/4 NE/4 of said Section 17, be designated as the unit well and that the same shall be granted an allowable in the proportion that the above-described acreage bears to the standard proration unit for the Jalmat Gas Pool in accordance with Rule 8 of the Special Rules and Regulations 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



EDWIN L. MECHEM, Chairman



MURRAY E. MORGAN, Member



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

