

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. 1237
Order No. R-995

APPLICATION OF CONTINENTAL OIL
COMPANY FOR AN ORDER ESTABLISHING
A 320-ACRE NON-STANDARD GAS PRORATION
UNIT IN THE JALMAT GAS POOL, LEA
COUNTY, NEW MEXICO, IN EXCEPTION TO
RULE 5 (a) OF THE SPECIAL RULES AND
REGULATIONS FOR THE JALMAT GAS POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 17, 1957, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission."

NOW, on this 10th day of May, 1957, the Commission, a quorum being present, having considered the application, the testimony and evidence adduced, 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 is co-owner and operator of the Danciger "A-8" Well No. 2, located 660 feet from the South line and 660 feet from the East line of Section 8, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico.

(3) That the applicant is co-owner and operator of the S/2 of said Section 8, which lands constitute a portion of the New Mexico Federal Unit.

(4) That the applicant proposes to dedicate the S/2 of said Section 8 to its aforementioned Danciger "A-8" Well No. 2.

(5) That approval of the applicant's proposed non-standard gas proration unit in the Jalmat Gas Pool will not cause waste nor 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 S/2 of Section 8, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico, be and the same is hereby approved, and that the applicant's Danciger "A-8" No. 2, located

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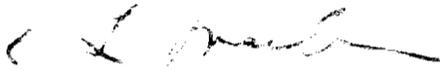
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660 feet from the South line and 660 feet from the East line of said Section 8, be and the same is hereby designated as the unit well.

(2) That the applicant's aforementioned Danciger "A-8" Well No. 2, be granted an allowable in the proportion that the acreage in the above-described unit bears to the acreage in a standard gas proration unit in the Jalmat Gas Pool, in accordance with Rule 8 of the Special Rules and Regulations for the Jalmat Gas Pool, as set forth in Order R-520.

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



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