

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. 1290
Order No. R-1036

APPLICATION OF SHELL OIL COMPANY
FOR THE ESTABLISHMENT OF A 200-
ACRE NON-STANDARD GAS PRORATION UNIT IN
THE EUMONT GAS POOL, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on August 7, 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 20th day of August, 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 notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Shell Oil Company, is the owner and operator of two State of New Mexico oil and gas leases, one of which consists of the NE/4 of Section 24 and the other consists of the NE/4 SE/4 of Section 24, Township 21 South, Range 35 East, NMPM, Lea County, New Mexico.
- (3) That the applicant is the owner and operator of the State "C" No. 2 Well located 1650 feet from the North line and 330 feet from the East line of said Section 24, which well was originally completed in the Eunice Oil Pool but recently recompleted in the Eumont Gas Pool.
- (4) That the applicant proposes to dedicate the above-described acreage to the said State "C" No. 2 Well.
- (5) That the establishment of the proposed non-standard gas proration unit will not cause waste nor impair correlative rights.

-2-

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IT IS THEREFORE ORDERED:

1. That the application of Shell Oil Company for the establishment of a 200-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of the NE/4 and the NE/4 SE/4 of Section 24, Township 21 South, Range 35 East, NMPM, Lea County, New Mexico, be and the same is hereby granted. Said unit to be dedicated to the applicant's State "C" No. 2 Well located in the SE/4 NE/4 of said Section 24.

2. That the said State "C" No. 2 Well be designated as the unit well for said unit and that the same be granted an allowable in the proportion that the above-described acreage bears to the standard proration unit for the Eumont Gas Pool, subject to the provisions of Rule 12 of the Special Rules and Regulations for the Eumont 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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