

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. 1348
Order No. R-1095

APPLICATION OF CITIES SERVICE OIL
COMPANY FOR APPROVAL OF A NON-
STANDARD GAS PRORATION UNIT IN THE
TUBB GAS POOL AND A NON-STANDARD
GAS PRORATION UNIT IN THE BLINEBRY
GAS POOL, IN LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on November 20, 1957, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the New Mexico Oil Conservation Commission, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 27th day of November, 1957, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Elvis A. Utz, 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 cause and the subject matter thereof.

(2) That Cities Service Oil Company is the owner of an oil and gas lease covering the SE/4 NW/4 of Section 32, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico, and that Pan American Petroleum Corporation is the owner and operator of oil and gas leases covering the NE/4 NW/4 and the E/2 SW/4 of said Section 32.

(3) That Cities Service Oil Company is the owner and operator of the State "P" No. 1 Well, located 1980 feet from the North line and 1980 feet from the West line of said Section 32, which well is dually completed in the Tubb Gas Pool and the Blinebry Gas Pool.

(4) That Cities Service Oil Company and Pan American Petroleum Corporation have agreed to communitize the above-described leases and that it is proposed that the E/2 W/2 of said Section 32

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be established as a non-standard gas proration unit in both the Tubb Gas Pool and Blinebry Gas Pool, said units to be dedicated to the dually completed Cities Service Oil Company State "P" No. 1 Well, hereinabove described.

(5) That approval of the subject application will not cause waste nor impair correlative rights.

(6) That the subject application should be approved subject to proof of formal communitization of the proposed units.

IT IS THEREFORE ORDERED:

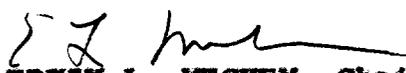
(1) That a non-standard gas proration unit in the Tubb Gas Pool and a non-standard gas proration unit in the Blinebry Gas Pool, both consisting of the E/2 W/2 of Section 32, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico, be and the same are hereby established, said units to be dedicated to the Cities Service Oil Company State "P" No. 1 Well, located 1980 feet from the North line and 1980 feet from the West line of said Section 32.

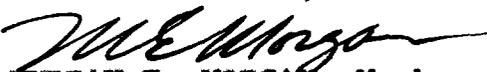
(2) That the said State "P" No. 1 Well be assigned an allowable in the Tubb Gas Pool in the proportion that the above-described acreage bears to the acreage in a standard gas proration unit for the Tubb Gas Pool, subject to the provisions of Rule 12 of the Special Rules and Regulations for the Tubb Gas Pool, as set forth in Order R-586, and subject further, to receipt by the Commission of proof of formal communitization of the above-described unit in the Tubb Gas Pool.

(3) That the said State "P" No. 1 Well be assigned an allowable in the Blinebry Gas Pool in the proportion that the acreage in the above-described unit bears to the acreage in a standard gas proration unit for the Blinebry Gas Pool, subject to the provisions of Rule 16 of the Special Rules and Regulations for the Blinebry Gas Pool, as set forth in Order R-610, and subject further, to receipt by the Commission of proof of formal communitization of the above-described unit in the Blinebry Gas Pool.

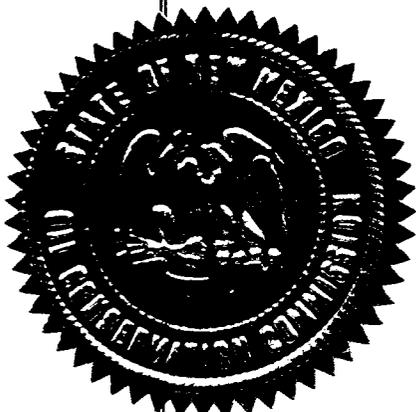
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

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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