

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. 1494
Order No. R-1256

APPLICATION OF SINCLAIR OIL & GAS
COMPANY FOR ESTABLISHMENT OF A 275-
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 20, 1958, at Santa Fe, New Mexico, before Elvis A. Utz, 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 16th day of October, 1958, 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 the applicant, Sinclair Oil & Gas Company, is the operator of the W/2 E/2, E/2 NW/4 and the NW/4 NW/4 of Section 19, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico.
- (3) That the applicant is the operator of the Sinclair State 176 Well No. 3, located 2310 feet from the South line and 1650 feet from the East line of said Section 19.
- (4) That the applicant proposes the establishment of a 275-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of the above-described acreage, to be dedicated to the aforementioned Sinclair State 176 Well No. 3.
- (5) That the NW/4 NW/4 of said Section 19 cannot reasonably be presumed to be productive of gas in the perforated interval of the said Sinclair State 176 Well No. 3.

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(6) That the said Sinclair State 176 Well No. 3 should be assigned a 240-acre non-standard gas proration unit instead of a 275-acre non-standard unit, said 240-acre unit to comprise the W/2 E/2 and E/2 NW/4 of said Section 19.

IT IS THEREFORE ORDERED:

(1) That the application of Sinclair Oil & Gas Company for the establishment of a 275-acre non-standard gas proration unit in the Eumont Gas Pool to consist of the W/2 E/2, E/2 NW/4 and the NW/4 NW/4 of Section 19, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, and to be dedicated to the applicant's State 176 Well No. 3, located 2310 feet from the South line and 1650 feet from the East line of said Section 19, be and the same is hereby denied.

(2) That a 240-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of the W/2 E/2 and the E/2 NW/4 of said Section 19, be and the same is hereby established, said unit to be dedicated to the above-described Sinclair State 176 Well No. 3.

(3) That Administrative Order NSP-43 be and the same is hereby superseded.

(4) That the said Sinclair State 176 Well No. 3 be assigned an allowable in the proportion that the acreage in the non-standard gas proration unit established above bears to the acreage in a standard gas proration unit for the Eumont Gas Pool, subject to the provisions of the Special Rules and Regulations for the Eumont Gas Pool, as set forth in Order No. R-520.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

E. L. Mechem

EDWIN L. MECHEM, Chairman

Murray E. Morgan

MURRAY E. MORGAN, Member

A. L. Porter, Jr.

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

