

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. 2223
Order No. R-1932

APPLICATION OF SINCLAIR OIL & GAS
COMPANY FOR A 240-ACRE NON-STANDARD
GAS PRORATION UNIT, FOR AN ORDER
FORCE-POOLING ALL MINERAL INTERESTS
THEREIN, AND FOR AN UNORTHODOX GAS
WELL LOCATION 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 March 22, 1961, 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 10th day of April, 1961, 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, seeks the establishment of a 240-acre non-standard gas proration unit in the Eumont Gas Pool consisting of the NE/4 NE/4 of Section 33 and the NW/4 and the NW/4 NE/4 of Section 34, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the proposed 240-acre proration unit can reasonably be presumed to be productive of gas from the Eumont Gas Pool.

(4) That inasmuch as the applicant, after diligent effort, has been unable to secure the consent of all mineral interest owners, it seeks an order force-pooling all mineral interests in the above-described 240-acre non-standard gas proration unit.

(5) That denial of the subject application would deprive, or tend to deprive, the mineral interest owners in a part of the

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said 240-acre tract of the opportunity to recover their just and equitable share of the hydrocarbons in the Eumont Gas Pool.

(6) That the applicant further seeks approval of an unorthodox gas well location for its J. H. Williams Well No. 3, located 1980 feet from the North line and 660 feet from the West line of said Section 34, to which well the above-described 240-acre gas proration unit would be dedicated.

(7) That approval of the subject application will neither cause waste nor impair correlative rights.

(8) That Order No. R-643, which established a 200-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of the NE/4 NE/4 of Section 33 and the NW/4 of Section 34, should be superseded.

IT IS THEREFORE ORDERED:

(1) That a 240-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of the NE/4 NE/4 of Section 33 and the NW/4 and the NW/4 NE/4 of Section 34, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico, is hereby established. Said unit is to be dedicated to the J. H. Williams Well No. 3, located at a point 1980 feet from the North line and 660 feet from the West line of said Section 34, which unorthodox location is hereby approved.

(2) That the interests of all persons having a right to drill for, produce, or share in the production of hydrocarbons from the Eumont Gas Pool underlying the above-described 240-acre tract are hereby force-pooled to form a 240-acre gas proration unit comprising all of said acreage.

(3) That the allowable assigned to the above-described 240-acre non-standard gas proration unit shall bear the same ratio to a standard allowable in the Eumont Gas Pool as the acreage in said unit bears to the acreage in a standard gas proration unit in the Eumont Gas Pool.

(4) That Order No. R-643 is hereby superseded.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



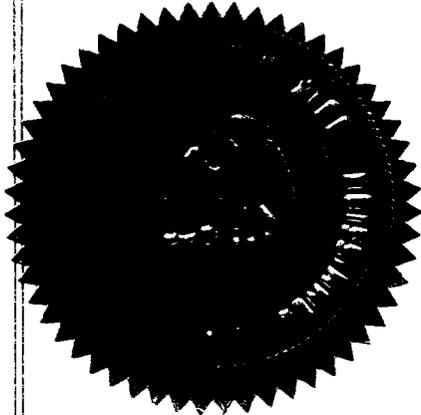
EDWIN L. MECHEM, Chairman



E. S. WALKER, Member



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



esr/