

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. 2259
Order No. R-1948

APPLICATION OF SOUTHWEST PRODUCTION
COMPANY FOR A NON-STANDARD OIL PRO-
RATION UNIT AND FOR AN UNORTHODOX
OIL WELL LOCATION, SAN JUAN COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 19, 1961, at Santa Fe, New Mexico, before A. L. Porter, Jr., 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 28th day of April, 1961, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, A. L. Porter, Jr., 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, Southwest Production Company, is the owner and operator of that portion of the SW/4 of Section 16, Township 29 North, Range 14 West, NMPM, San Juan County, New Mexico, lying North of the mid-channel of the San Juan River, comprising approximately 71.3 acres.

(3) That the applicant proposes the establishment of a 71.3-acre non-standard oil proration unit in the Cha Cha-Gallup Oil Pool consisting of the above-described acreage.

(4) That the applicant further proposes to locate a well at an unorthodox oil well location in said pool at a point 1850 feet from the South line and 330 feet from the West line of said Section 16, to which well the above-described non-standard oil proration unit is to be dedicated.

(5) That the proposed non-standard oil proration unit can reasonably be presumed to be productive of oil from the Cha Cha-Gallup Oil Pool.

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(6) That establishment of the above-described non-standard oil proration unit and approval of the unorthodox oil well location will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That a 71.3-acre non-standard oil proration unit in the Cha Cha-Gallup Oil Pool, comprising that portion of the SW/4 of Section 16, Township 29 North, Range 14 West, NMPM, San Juan County, New Mexico, lying North of the mid-channel of the San Juan River, is hereby established.

PROVIDED HOWEVER, That in the event an official survey changes the amount of acreage in the tract designated as the unit, the acreage to be allocated to the unit for allowable purposes shall correspond to the change.

(2) That the applicant is hereby authorized to locate a well at an unorthodox oil well location in the Cha Cha-Gallup Oil Pool at a point 1850 feet from the South line and 330 feet from the West line of said Section 16, to which well the above-described non-standard oil proration unit is to be dedicated.

(3) That the allowable which will be assigned to the above-described well shall bear the same ratio to a standard allowable in the Cha Cha-Gallup Oil Pool as 71.3 bears to 80.

(4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman



E. S. WALKER, Member



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

