

Entered April 29, 1958
A.H.P.

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. 1406
Order No. R-1155

APPLICATION OF CONTINENTAL 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 April 9, 1958, 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 22nd day of April, 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, Continental Oil Company, is the co-owner and operator of an oil and gas lease known as the SEMU Permian Lease, a portion of which consists of the S/2 S/2 and the NW/4 SW/4 of Section 13, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That the applicant is the operator of the SEMU Permian Well No. 41, located 660 feet from the South line and 660 feet from the East line of said Section 13.
- (4) That the applicant proposes to recomplete said well as a gas well in the Eumont Gas Pool.
- (5) That the applicant proposes to dedicate the above-described acreage to the said SEMU Permian Well No. 41.
- (6) That the establishment of the proposed non-standard gas proration unit will not cause waste nor impair correlative rights.
- (7) That the application should be granted.

-2-

Case No. 1406

Order No. R-1155

IT IS THEREFORE ORDERED:

1. That the application of Continental Oil Company for the establishment of a 200-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of the S/2 S/2 and the NW/4 SW/4 of Section 13, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby granted, said unit to be dedicated to the applicant's SEMU Permian Well No. 41 located 660 feet from the South line and 660 feet from the East line of said Section 13.

2. That the said SEMU Permian Well No. 41 be designated as the unit well for said unit upon recompletion as a gas well in the Eumont Gas Pool, 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 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 hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman



MURRAY E. MORGAN, Member



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

S E A L

ir/