

*Entered June 8, 1967  
Q.L.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 NEW MEXICO FOR  
THE PURPOSE OF CONSIDERING:

CASE No. 3595  
Order No. R-3258

APPLICATION OF ERNEST A. HANSON  
FOR ACREAGE REDEDICATION, LEA  
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on June 6, 1967, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 8th day of June, 1967, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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, Ernest A. Hanson, seeks the rededication of the SE/4 NW/4 of Section 19, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico, to his Max Gutman Well No. 4, located in Unit F of said Section 19, for the production of oil from the Blinebry Oil Pool.

(3) That the said SE/4 NW/4 of Section 19, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico, is presently dedicated as a part of a 160-acre standard proration unit comprising the NW/4 of said Section 19 in the Blinebry Gas Pool to the Gulf Oil Corporation Max Gutman Well No. 2, located in Unit C of said Section 19.

(4) That by Order No. R-610, dated April 11, 1955, as amended by Order No. R-610-A, May 27, 1955; Order No. R-610-B, June 13, 1955, Order No. R-610-C, January 9, 1956, and Order No. R-610-D,

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February 26, 1957, special rules and regulations were adopted for the Blinebry Oil Pool and the Blinebry Gas Pool, Lea County, New Mexico.

(5) That Rules 2 and 3 of said order define oil wells and gas wells in the Blinebry Oil Pool and the Blinebry Gas Pool, respectively.

(6) That Order No. R-1670, dated May 20, 1960, superseded Orders Nos. R-610, R-610-A, R-610-B, R-610-C, and R-610-D with respect to the Blinebry Gas Pool, and promulgated Special Rules and Regulations for the Blinebry Gas Pool, Lea County, New Mexico, in addition to the General Rules and Regulations for Southeastern New Mexico adopted by Order No. R-1670, dated May 20, 1960, as amended by Orders No. R-2761, Dated January 1, 1965, No. R-3168, dated December 22, 1966, and No. R-3233, dated May 8, 1967.

(7) That Rules 27(A) and 27(B) of said Order No. R-1670 define gas wells and oil wells in the Blinebry Gas Pool and the Blinebry Oil Pool, respectively.

(8) That Rule 5(A) of Order No. R-1670, dated May 20, 1960, established 160 acres as a standard gas proration unit in the Blinebry Gas Pool.

(9) That a standard oil proration unit in the Blinebry Oil Pool is 40 acres.

(10) That the applicant has the right to and has recompleted a well in the SE/4 NW/4 of Section 19, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico.

(11) That the said well is an oil well and it appears that the SE/4 NW/4 of said Section 19 is productive of oil from the Blinebry Oil Pool.

(12) That waste will result if applicant is not allowed to produce the oil from the Blinebry Oil Pool in said quarter-quarter section.

(13) That in order to protect the correlative rights of the applicant and to prevent waste, the SE/4 NW/4 of said Section 19 should be deleted from the 160-acre standard gas proration unit presently dedicated to the Gulf Oil Corporation Max Gutman Well No. 2 located in Unit C of said Section 19 and should be re-dedicated to the Ernest A. Hanson Max Gutman Well No. 4 located

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in Unit F of said Section 19 as a standard oil proration unit for the production of oil from the Blinebry Oil Pool.

(14) That a 120-acre non-standard gas proration unit in the Blinebry Gas Pool comprising the N/2 NW/4 and SW/4 NW/4 of Section 19, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico, should be established and dedicated to the Gulf Oil Corporation Max Gutman Well No. 2, located in Unit C of said Section 19.

(15) That to ensure the proper classification of the applicant's Max Gutman Well No. 4 at all times, the gas-oil ratio of said well should be determined every 60 days.

IT IS THEREFORE ORDERED:

(1) That the SE/4 NW/4 of Section 19, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico, is hereby deleted from the 160-acre standard gas proration unit dedicated to the Gulf Oil Corporation Max Gutman Well No. 2, located in Unit C of said Section 19.

(2) That a 120-acre non-standard gas proration unit in the Blinebry Gas Pool comprising the N/2 NW/4 and SW/4 NW/4 of Section 19, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to the Gulf Oil Corporation Max Gutman Well No. 2, located in Unit C of said Section 19.

(3) That a 40-acre standard oil proration unit in the Blinebry Oil Pool comprising the SE/4 NW/4 of Section 19, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to the applicant's Max Gutman Well No. 4 located in said quarter-quarter section;

PROVIDED HOWEVER, that the applicant, Ernest A. Hanson shall conduct a gas-oil ratio test of the subject well every 60 days after the effective date of this order. Results of such test shall be reported to the Commission on Form C-116 within 10 days following completion of the test.

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

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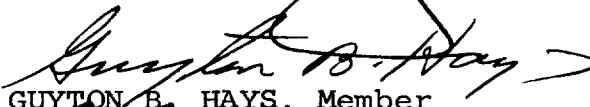
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DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

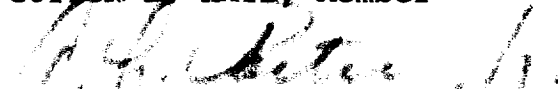
STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION



DAVID F. CARGO, Chairman



GUYTON B. HAYS, Member



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

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