

*Entered September 1, 1972
A.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. 4805
Order No. R-4390

APPLICATION OF W. C. MONTGOMERY
FOR A NON-STANDARD PRORATION
UNIT, ROOSEVELT COUNTY, NEW
MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 23, 1972 at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 7th day of September, 1972, 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, W. C. Montgomery, seeks approval of an 80-acre non-standard oil proration unit in the Bluit-San Andres Associated Pool, comprising the NE/4 NE/4 of Section 20 and the NW/4 NW/4 of Section 21, Township 8 South, Range 38 East, NMPM, Roosevelt County, New Mexico, to be dedicated to a well to be drilled in the NE/4 NE/4 of said Section 20.
- (3) That 25% of the proposed non-standard proration unit is "tight" and cannot be considered productive from said pool and that the allowable assigned to said unit should be adjusted accordingly.
- (4) That the proposed non-standard proration unit can be efficiently and economically drained and developed by the subject well.
- (5) That approval of the subject application will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and otherwise prevent waste and protect correlative rights, provided no more than 75% of a standard 80-acre allowable for the subject pool is assigned to the above-described well.

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IT IS THEREFORE ORDERED:

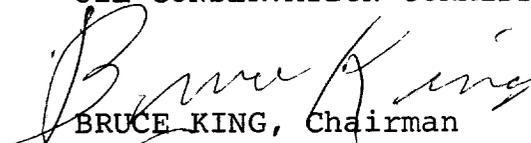
(1) That an 80-acre non-standard oil proration unit in the Bluitt-San Andres Associated Pool comprising the NE/4 NE/4 of Section 20 and the NW/4 NW/4 of Section 21, Township 8 South, Range 38 East, NMPM, Roosevelt County, New Mexico, is hereby established and dedicated to a well to be drilled in the NE/4 NE/4 of said Section 20.

(2) That for proration purposes, said well shall be assigned an allowable no greater than 75% of a standard 80-acre allowable for the Bluitt-San Andres Associated Pool.

(3) 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


BRUCE KING, Chairman


ALEX J. ARMIJO, Member


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

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