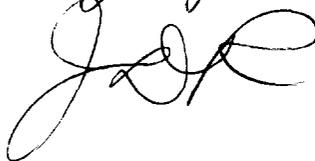


Entered July 6, 1976



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. 5682  
Order No. R-5229

APPLICATION OF CHAMPLIN PETROLEUM  
COMPANY FOR THREE NON-STANDARD GAS  
PRORATION UNITS, EDDY COUNTY,  
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 12, 1976,  
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 6th day of July, 1976, 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, Champlin Petroleum Company, seeks  
approval of the following three 160-acre non-standard gas  
proration units in Township 22 South, Range 27 East, NMPM,  
East Carlsbad-Wolfcamp Gas Pool, Eddy County, New Mexico:

the NW/4 of Section 1 to be dedicated to applicant's  
Pecos-Federal Well No. 1, located in Unit C of said  
Section 1;

the NE/4 of Section 1 to be dedicated to applicant's  
Wilson Gas Com Well No. 1, located in Unit G of said  
Section 1; and

the NE/4 of Section 2 to be dedicated to applicant's  
Nix-Yates Well No. 1, located in Unit G of said  
Section 2.

(3) That each of the aforesaid three wells was completed  
in the Wolfcamp formation pursuant to the statewide rules in  
effect at the time and therefore had dedicated to it 160 acres,  
being the lands presently sought as a non-standard unit for  
the well.

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(4) That subsequent to the completion of the aforesaid three wells, the general rules for Southeast New Mexico were amended to provide for 320-acre units for Wolfcamp gas wells, and 320-acre spacing was approved for the East Carlsbad-Wolfcamp Gas Pool within which said wells are located.

(5) That the applicant seeks to continue to dedicate only the 160 acres which was originally dedicated to each of the subject wells.

(6) That each of the subject wells is capable of but a low rate of production, and has probably very limited reserves in the Wolfcamp formation available to it.

(7) That the three non-standard proration units may reasonably be presumed productive of gas from the East Carlsbad-Wolfcamp Gas Pool.

(8) That approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the East Carlsbad-Wolfcamp Gas Pool, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the following three 160-acre non-standard gas proration units in the East Carlsbad-Wolfcamp Gas Pool in Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico, are hereby established:

the NW/4 of Section 1 to be dedicated to applicant's Pecos-Federal Well No. 1, located in Unit C of said Section 1;

the NE/4 of Section 1 to be dedicated to applicant's Wilson Gas Com Well No. 1, located in Unit G of said Section 1; and

the NE/4 of Section 2 to be dedicated to applicant's Nix-Yates Well No. 1, located in Unit G of said Section 2.

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



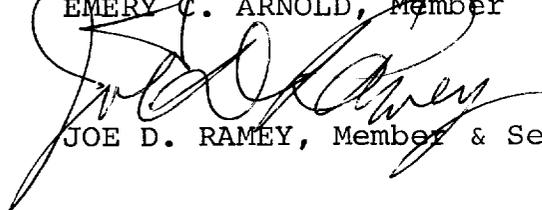
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DONE at Santa Fe, New Mexico, on the day and year herein-  
above designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman

  
EMERY C. ARNOLD, Member

  
JOE D. RAMEY, Member & Secretary

S E A L

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