

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. 799
Order No. R-576

THE APPLICATION OF THE OHIO OIL
COMPANY FOR AN ORDER AUTHORIZING
THE FORMATION AND ESTABLISHMENT
OF A NON-STANDARD GAS PRORATION
UNIT OF 320 CONTIGUOUS ACRES CONSIST-
ING OF THE NW/4 AND THE N/2 SW/4 OF
SECTION 5, TOWNSHIP 20 SOUTH, RANGE
37 EAST, AND THE S/2 SW/4 OF SECTION
32, TOWNSHIP 19 SOUTH, RANGE 37 EAST,
NMPM, LEA COUNTY, NEW MEXICO, IN
THE EUMONT GAS POOL, AND FOR ASSIGN-
MENT OF THE ACREAGE IN SUCH UNIT TO
THE OHIO OIL COMPANY'S BERTHA BARBER
WELL NO. 11 FOR GAS PRORATION PURPOSES
IN THE EUMONT GAS POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a. m., on December 16, 1954, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 9th., day of February, 1955, the Commission, a quorum being present, having considered the records and testimony adduced, and being fully advised in the premises;

FINDS:

(1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.

(2) That the Commission has power and authority to permit the formation of a gas proration unit consisting of other than a legal section after notice and hearing by the Commission.

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(3) That applicant, The Ohio Oil Company, is the owner of an oil and gas lease in Lea County, New Mexico, the land consisting of other than a legal section, and described as follows, to-wit:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM
NW/4 and N/2 SW/4 of Section 5

TOWNSHIP 19 SOUTH, RANGE 37 EAST, NMPM
S/2 SW/4 of Section 32

containing 320 acres, more or less.

(4) That applicant, The Ohio Oil Company, has a producing gas well on the aforesaid lease, known as The Ohio Oil Company's Bertha Barber Well No. 11, located 330 feet from the west line and 990 feet from the north line of Section 5, Township 20 South, Range 37 East, said location being 330 feet from the west line and 2310 feet from the north line of the above-described contiguous acreage.

(5) That the aforesaid well is located within the horizontal limits of the pool heretofore delineated and designated as the Eumont Gas Pool.

(6) That the aforesaid well, completed in November 1952, is producing from within the vertical limits of the Eumont Gas Pool and should be classified as a gas well producing from the Eumont Gas Pool.

(7) That it is impractical to pool applicant's said lease with adjoining acreage in either of said sections, and that the owners of adjoining acreage have not offered to pool their acreage with the acreage included in the proposed proration unit.

(8) That all of the acreage in the proposed unit is reasonably presumed to be productive of gas from the Eumont Gas Pool, and unless a proration unit consisting of applicant's aforesaid acreage is approved and authorized and assigned to The Ohio Oil Company's Bertha Barber Well No. 11 for the purpose of gas proration in said pool, applicant will be deprived of the opportunity to recover its just and equitable share of the natural gas in the Eumont Gas Pool.

(9) That the creation of a proration unit consisting of the aforesaid acreage and the assignment of such acreage to the well identified above will not cause but will prevent waste and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of The Ohio Oil Company for approval of a non-standard gas proration unit consisting of the following described acreage

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TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM
NW/4 and N/2 SW/4 of Section 5

TOWNSHIP 19 SOUTH, RANGE 37 EAST, NMPM
S/2 SW/4 of Section 32

is hereby approved and a gas proration unit consisting of the aforesaid acreage is hereby created in the Eumont Gas Pool.

(2) That, for the purposes of gas proration in the Eumont Gas Pool, the acreage included in said unit is hereby assigned to The Ohio Oil Company's Bertha Barber Well No. 11, which well is located in the NW/4 NW/4 of Section 5, Township 20 South, Range 37 East, NMPM; that said well shall be considered to be completed in the Eumont Gas Pool, and that said well shall be granted an allowable from the 1st day of March, 1955, in the proportion that 320 acres bears to the acreage included in the standard or orthodox proration unit for the Eumont Gas Pool, all until further order of the Commission.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JOHN F. SIMMS, Chairman

E. S. WALKER, Member

W. B. MACEY, Member and Secretary

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