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. 1209 Order No. R-957

IN THE MATTER OF THE APPLICATION OF AMERADA PETROLEUM CORPORATION FOR AN ORDER ESTABLISHING A 320-ACRE NON-STANDARD GAS PRORATION UNIT IN THE JALMAT GAS POOL CONSISTING OF THE N/2 OF SECTION 3, TOWNSHIP 26 SOUTH, RANGE 37 EAST, NMPM, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 10:00 o'clock a.m. on Yebruary 20, 1957, at Santa Fe, New Mexico, before Daniel S. Nutter, 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 <u>8th.</u>, day of March, 1957, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Daniel S. Nutter, and being fully advised in the premises,

FINDS:

1. That due notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

2. That the applicant, Amerada Petroleum Corporation, is the owner of the N/2 of Section 3, Township 26 South, Range 37 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico.

3. That the applicant is the owner and operator of a gas well known as its Cagle "C" No. 1 Well, said well being located 990 feet from the North line and 990 feet from the West line of said Section 3.

4. That the applicant proposes to dedicate the N/2 of said Section 3 to said Cagle "C" No. 1 Well.

5. That the applicant has shown by the evidence that the N/2 of said Section 3 can be reasonably presumed to be productive of gas from the Jalmat Gas Pool.

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6. That it was established by Commission Order R-520, dated August 12, 1954, that one well is capable of draining 640 acres in the Jalmat Gas Pool.

7. That the applicant should file the proper forms showing all present perforations in the said Cagle "C" No. I Well.

IT IS THEREFORE ORDERED:

(1) That the application of Amerada Petroleum Corporation for a 320-acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the N/2 of Section 3, Township 26 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby approved, and a proration unit consisting of the aforesaid acreage is hereby created.

(2) That applicant's Cagle "C" No. I Well, located 990 feet from the North line and 990 feet from the West line of said Section 3, shall be granted an allowable in the proportion that the above-described acreage bears to a standard proration unit in the Jalmat Gas Pool in accordance with Rule 12 of the Special Rules and Regulations for said pool as set forth in Order R-520.

(3) That within a reasonable time the applicant shall file with the Commission the proper forms showing all the present perforations in the said Cagle "C" No. 1 Well.

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

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