

Entered June 8, 1977
JLR

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. 5935
Order No. R-5448

APPLICATION OF UNION TEXAS PETROLEUM
FOR A NON-STANDARD PRORATION UNIT AND
SIMULTANEOUS DEDICATION, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 25, 1977,
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 8th day of June, 1977, 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, Union Texas Petroleum, seeks
approval of a 320-acre non-standard gas proration unit comprising
the E/2 W/2 and W/2 E/2 of Section 7, Township 20 South, Range
37 East, NMPM, Lea County, New Mexico, to be simultaneously
dedicated to applicant's Britt Wells Nos. 3 and 12 located at
unorthodox locations in Units G and C of said Section 7,
respectively.

(3) That the entire non-standard proration unit may
reasonably be presumed productive of gas from the Eumont Gas
Pool and that the entire non-standard gas proration unit can be
efficiently and economically drained and developed by the
aforesaid wells.

(4) That Commission administrative order NSP-11 should
be superseded.

(5) That approval of the subject application will afford
the applicant the opportunity to produce his just and equitable
share of the gas in the Eumont Gas Pool, will prevent the economic
loss caused by the drilling of unnecessary wells, avoid the
augmentation of risk arising from the drilling of an excessive

BEFORE EXAMINER STOGNER

OIL CONSERVATION DIVISION

Hartman EXHIBIT NO. 2
CASE NO. 13050

-2-

Case No. 5935
Order No. R-5448

number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

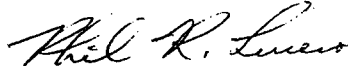
(1) That a 320-acre non-standard gas proration unit in the Eumont Gas Pool comprising the E/2 W/2 and W/2 E/2 of Section 7, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, is hereby established and simultaneously dedicated to the Union Texas Petroleum Corporation Britt Wells Nos. 3 and 12, located at unorthodox locations in Units G and C of said Section 7, respectively.

(2) That Commission administrative order NSP-11 is hereby superseded.

(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



PHIL R. LUCERO, Chairman



EMERY C. ARNOLD, Member



JOE D. RAMEY, Member & Secretary

S E A L

jr/