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. 1100 Order No. R-849

THE APPLICATION OF JOHN J. REDFERN, JR., FOR AN ORDER GRANTING AN EXCEPTION TO RULES 2, 3 AND 6 (A) OF THE SPECIAL RULES AND REGULATIONS FOR THE FULCHER KUTZ-PICTURED CLIFFS GAS POOL AS SET FORTH IN ORDER R-565-C IN ESTABLISHMENT OF A NON-STANDARD GAS PRORATION UNIT OF 201.22 CONTIGUOUS ACRES CONSISTING OF LOT 4 AND THE SW/4 SW/4 OF SECTION 9, LOTS 1 & 2 AND THE S/2 SE/4 OF SECTION 8, ALL IN TOWNSHIP 28 NORTH, RANGE 11 WEST, NMPM, SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on July 11, 1956 at Hobbs, New Mexico, before Warren W. Mankin, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission", in accordance with Rule 1214 of the Commission's Rules and Regulations.

NOW, on this $1^{5^{\frac{1}{2}}}$ day of August 1956, the Commission, a quorum being present, having considered said application, the evidence adduced and the recommendations of the Examiner, Warren W. Mankin, 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, John J. Redfern, Jr., is the operator of federal oil and gas leases on the following lands in San Juan County, New Mexico, consisting in part of:

Township 28 North, Range 11 West, NMPM Lots 1 & 2 and the S/2 SE/4 of Section 8 Lot 4 and the SW/4 SW/4 of Section 9

containing 201.22 acres, more or less.

3. That the royalty in the above described leaseholds is of common interest, being that of the United States of America; and that all working interest and overriding royalty interests in the said leases were, at the time of this hearing, in the process of being communitized. -2-Case No. 1100 Order No. R-849

4. That applicant, John J. Redfern Jr., has a gas well on the above described leases which is known as the Hazel L. Gentle No. 2 Well located 890 feet from the North line and 1100 feet from the West line of said Section 9.

5. That the creation of a proration unit of the aforesaid acreage and the pooling of all interests therein will not cause but will prevent waste and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of John J. Redfern, Jr., for approval of a non-standard gas proration unit consisting of the following described acreage in the Fulcher Kutz-Pictured Cliffs Gas Pool, San Juan County, New Mexico:

> Township 28 North, Range 11 West, NMPM Lots 1 & 2 and the S/2 SE/4 of Section 8 Lot 4 and the SW/4 SW/4 of Section 9

consisting of 201.22 acres, more or less, be and the same is hereby approved and created.

(2) That applicant's Hazel L. Gentle Well No. 2, located 890 feet from the North line and 1100 feet from the West line of said Section 9 be and the same is hereby granted an allowable in the proportion that the above described 201.22 acres bears to the standard proration unit of the Fulcher Kutz-Pictured Cliffs Gas Pool, all contingent upon receipt by the Commission of an executed counterpart of a communitization agreement between all persons owning either a portion of the working interest or an overriding royalty in the above described leasehold estates.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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JOHN F. SIMMS, Chairman

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

