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. 1153 Order No. R-908

THE APPLICATION OF CONTINENTAL OIL COMPANY FOR AN ORDER GRANTING APPROVAL OF AN EXCEPTION TO RULE 5 (2) OF THE SPECIAL RULES AND REGULATIONS FOR THE NUMBER NO. R-520 IN ESTABLISHMENT OF A MON-STANDARD GAS PRORATION UNIT OF 326 CONTIGUOUS ACRES CONSISTING OF SE/4 SECTION 10 AND SV/4 SECTION 11, TOWNSHIP 20 SOUTH, RANGE 37 RAST, NMPM, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on September 26, 1956, at Hobbs, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, bereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission's Statewide Rules and Regulations.

NOW, on this The day of November, 1956, 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 applicant, Continental Oil Company, is the operator of federal oil and gas leases in Lea County, New Mexico, the land consisting of other than a legal section, a portion of which is described as follows, to-wit:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 10: 52/4

Section 11: SW/4

containing 320 acres, more or less.

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- (3) That the applicant, Continental Oil Company, has a producing well on the aforesaid acreage known as its Britt B-10 Well No. 3, located 660 feet from the South line and 660 feet from the East line of Section 10, Township 20 South, Range 37 East.
- (4) That the aforesaid well was completed and in production subsequent to the effective date of Order No. R-520, and is located within the horizontal limits of the pool heretofore delineated and designated as the Eumont Gas Pool; said well presently has 160 acres assigned to it comprising the SE/4 of said Section 10.
- (5) That it is practical and in the best interest of conservation to pool the presently dedicated acreage with the SW/4 Section 11, Township 20 South, Range 37 East, in the Eumont Gas Pool.

IT IS THEREFORE ORDERED:

(1) That the application of Continental Oil Company for approval of a non-standard gas proration unit consisting of the following described acreage in the Eumont Gas Pool, Lea County, New Mexico,

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 10: SE/4 Section 11: SW/4

be and the same is hereby approved, and a proration unit consisting of the aforesaid acreage is hereby created.

(2) That applicant's well, Britt B-10 No. 3, located in the SE/4 SE/4 of said Section 10, Eumont Gas Pool, shall be granted an allowable in the proportion that the above-described 320-acre unit bears to the standard proration unit according to Rule 8 of the pool rules for said pool, all until further order of the Commission.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN F. SIMMS, Chairman

E. S. VALKER, Member

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

