BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE BEARING CALLED BY THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 1158 Order No. R-904

THE APPLICATION OF GULF OIL CORPORATION FOR AN ORDER GRANTING APPROVAL OF AN EXCEPTION TO RULE 5 (a) OF THE SPECIAL RULES AND REGULATIONS FOR THE EUMONT GAS POOL AS SET FORTH IN ORDER NO. R-520 IN ESTABLISHMENT OF A NON-STANDARD GAS PRORATION UNIT OF 240 CONTIGUOUS ACRES CONSISTING OF THE NW/4 SECTION 6, TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM, AND THE M/2 NE/4 SECTION 1, TOWNSHIP 22 SOUTH, RANGE 36 EAST, 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 October 4, 1956, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the New Mexico Cil Conservation Commission, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this $26^{\frac{10}{2}}$ day of October, 1956, the Commission, a quorum being present, having considered the application, the evidence adduced, 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 case and the subject matter thereof.

(2) That applicant, Gulf Oil Corporation, is the owner of a patented oil and gas lease 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 22 SOUTH, RANGE 37 EAST, NMPM Section 6: NW/4

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM Section 1: N/2 NE/4

containing 240 acres, more or less.

-2-Order No. R-904

(3) That applicant, Gulf Oil Corporation, has a producing well on the aforesaid acreage known as the H. T. Mattern "D" Well No. 7, located 660 feet from the North line and 660 feet from the West line of Section 6, Township 22 South, Range 37 East, NMPM.

(4) That the aforesaid well is a dual completion as authorized by Order DC-280.

(5) That the upper zone is completed in the Queen formation within the vertical and horizontal limits of the Eumont Gas Poel and the lower zone is completed in the Grayburg formation of the Arrowhead Pool.

(6) That creation of a provation unit consisting of the aforosaid acreage will not cause but will prevent waste, and will protect correlative rights.

IT IS THEREFORE ORDERED:

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

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM Section 6: NW/4

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM Section 1: N/2 NE/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, H. T. Mattern "D" No. 7, located in the NW/4 NW/4 Section 6, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, shall be granted an allowable in the proportion that the above described 240-acre unit bears to a standard proration unit according to Rule 12 of the pool rules, 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

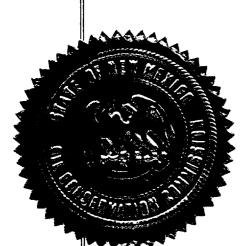
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JOHN F. SIMMS, Chairman

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WALKER, Member E. Ā all

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

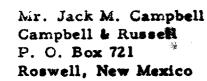


OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

November 1, 1956



Dear Sir:

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On behalf of your client, Gulf Oil Corporation, we enclose two copies each of Orders R-904 and R-905 issued on October 26, 1956 by the Oil Conservation Commission in Cases 1158 and 1159, which were heard on October 4, 1956.

Very truly yours,

A. L. Porter, Jr. Secretary-Director

jh encls.