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. 1219 Order No. R-978

IN THE MATTER OF THE APPLICATION OF AMERADA PETROLEUM CORPORATION FOR A 440-ACRE MON-STANDARD GAS PRORATION UNIT IN THE JUSTIS GAS POOL CONSISTING OF THE W/2 SW/4 OF SECTION 24, THE N/2 OF SECTION 25, AND THE NE/4 NE/4 OF SECTION 26, ALL IN TOWNSHIP 25 SOUTH, RANGE 37 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 March 14, 1957, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 23 day of April, 1957, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing 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 Commission, by Order R-586 and R-586-A established a unit of 160 acres as the standard spacing and proration unit in the Justis Gas Pool.
- (3) That the applicant proposes to establish a 440-acre non-standard gas proration unit in the Justis Gas Pool consisting of the W/2 SW/4 Section 24, the N/2 of Section 25, and the NE/4 NE/4 of Section 26, all in Township 25 South, Range 37 East, NMPM, Lea County, New Mexico, said unit to be dedicated to a proposed well to be drilled at a point 990 feet from the North line and 1650 from the West line of said Section 25.
- (4) That the applicant has failed to prove that the aforementioned proposed well would efficiently and adequately drain the proposed 440 acre unit, and that therefore, the application should be denied.

-2-Case No. 1219 Order No. R-978

IT IS THEREFORE CRDERED:

That the application of Amerada Petroleum Corporation for a 440-acre non-standard gas proration unit in the Justis Gas Pool consisting of the W/2 SW/4 of Section 24, the N/2 of Section 25, and the NE/4 NE/4 of Section 26, all in Township 25 South, Range 37 East, NMPM, Lea County, New Mexico, to be dedicated to a well to be drilled at a point 990 feet from the North line and 1650 feet from the West line of said Section 25, be and the same is hereby denied.

DOME 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

