

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. 1317
Order No. R-1074

APPLICATION OF SUNRAY MID-CONTINENT
OIL COMPANY FOR APPROVAL OF A 320-ACRE
NON-STANDARD GAS PRORATION UNIT IN
THE JALMAT GAS POOL, CONSISTING OF THE
NE/4 OF SECTION 20, AND THE NW/4 OF
SECTION 21, TOWNSHIP 22 SOUTH, RANGE 36
EAST, NMPM, LEA COUNTY, NEW MEXICO, AND
FOR THE FORCED POOLING OF ALL INTERESTS
THEREIN WITHIN THE VERTICAL LIMITS OF
THE JALMAT GAS POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 4, 1957, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the New Mexico Oil Conservation Commission, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 23rd day of October, 1957, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Elvis A. Utz, 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, Sunray Mid-Continent Oil Company, is the owner and operator of the NE/4 of Section 20, and the NW/4 of Section 21, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico.

(3) That the applicant proposes to establish a 320-acre non-standard gas proration unit consisting of the above-described acreage, said unit to be dedicated to the applicant's Greer No. 2 Well, located 660 feet from the North line and 660 feet from the West line of said Section 21, which well the applicant proposes to recomplete in the Jalmat Gas Pool.

(4) That it is reasonable to assume that the aforementioned Greer No. 2 Well, when recompleated, will be capable of producing a 320-acre allowable in the Jalmat Gas Pool.

-2-

Case No. 1317
Order No. R-1074

(5) That the applicant has made diligent efforts to communitize the diverse royalty interests in the proposed non-standard gas proration unit, but it has not been able to obtain the consent of all of said royalty interest owners.

(6) That the applicant seeks an order of the Commission force pooling the interests of all persons in the above-described non-standard gas proration unit within the vertical limits of the Jalmat Gas Pool.

(7) That approval of the subject application will not cause waste nor impair correlative rights.

(8) That unless the subject application is approved, the applicant will be deprived of the opportunity to reasonably recover his just and equitable share of the natural gas and the condensate in the Jalmat Gas Pool.

(9) That the subject application should be approved as requested.

IT IS THEREFORE ORDERED:

(1) That the interests of all persons in the NE/4 of Section 20 and the NW/4 of Section 21, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, be and the same are hereby force pooled.

(2) That a 320-acre non-standard gas proration unit in the Jalmat Gas Pool, consisting of the above-described acreage, be and the same is hereby established, said unit to be dedicated to the applicant's Greer No. 2 Well, located 660 feet from the North line and 660 feet from the West line of said Section 21.


(3) That the said Greer No. 2 Well be granted an allowable in the proportion that the acreage in the above-described non-standard gas proration unit bears to the acreage in a standard gas proration unit for the Jalmat Gas Pool, subject to the provisions of Rule 12 of the Special Rules and Regulations for the Jalmat Gas Pool as set forth in Order No. R-520.

DONE 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

