BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

> CASE NO. 1361 Order No. R-1112

APPLICATION OF THE TEXAS COMPANY FOR AN ORDER SUSPENDING THE CANCELLATION OF UNDERAGE ACCRUED TO CERTAIN GAS WELLS IN THE FUMONT AND JALMAT GAS POOLS IN LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for bearing at 9 o'clock a.m. on January 7, 1958, at Santa Fe, New Mexico, before Daniel S. Nutter, 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 <u>30¹²</u>day of January, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Daniel S. Nutter, 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, The Texas Company, seeks by its application in the subject case to suspend the cancellation of underproduction accrued to the following described gas wells in Les County, New Mexico, as of July 1, 1957:

Eumont Gas Pool

Riddel Well No. 2, NE/4 NE/4 Section 12, Township 21 South, Range 36 East

Jalmat Gas Pool

State of New Mexico "B" (NCT-2) Well No. 3, NW/4 NW/4 Section 16, Township 23 South, Range 36 East

(3) That the Commission by Order No. R-836, dated July 9, 1956, suspended the cancellation of underproduction in all prorated gas pools in Southeastern New Mexico from July 1, 1956, until July 1, 1957, and that all operators in said pools have had the additional opportunity to produce the underage which had accrued as of July 1, 1957, during the six-month proration period between July 1, 1957 and January 1, 1958. -2-Case No. 1361 Order No. R-1112

(4) That the applicant has failed to show justification for any further suspension of the cancellation of underproduction.

IT IS THEREFORE ORDERED:

That the application of The Texas Company for the suspension of the cancellation of that portion of the underproduction accrued to the above-described wells in the Eumont Gas Pool and the Jalmat Gas Pool which was subject to cancellation on January 1, 1958, be and the same is hereby <u>denied</u>.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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EDWIN L. MECHEM, Chairman

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MURRAY E. MORGAN, Member

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

