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. 1471 Order No. R-1220

APPLICATION OF PHILLIPS PETROLEUM COMPANY FOR ESTABLISHMENT OF A 240-ACRE NON-STANDARD GAS PRORATION UNIT IN THE TUBB GAS POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on June 11, 1958, at Santa Fe, New Mexico, before Daniel S. Mutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this day of July, 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, Phillips Petroleum Company, is the owner of the W/2 SW/4 and the NW/4 of Section 24, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That the applicant is the operator of the Sims Well No 3, located 1980 feet from the North line and 1980 feet from the West line of said Section 24.
- (4) That the above-described Sims Well No. 3 is presently completed in the Drinkard formation and applicant proposes to recomplete said well as a Tubb gas well.
- (5) That applicant proposes to dedicate the W/2 SW/4 and the NW/4 of said Section 24 to the above-described Sims Well No. 3.
- (6) That applicant has failed to prove that the above-described Sims Well No. 3 can economically and efficiently drain 240 acres in the Tubb Gas Pool.

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- (7) That applicant's Sims Well No. 5, located in the NW/4 SW/4 of said Section 24, presently completed as a Drinkard well, is in an advanced stage of depletion and can be recompleted in the Tubb Gas Pool.
 - (8) That the subject application should be denied.

IT IS THEREFORE ORDERED:

That the application of Phillips Petroleum Company for a 240-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of the W/2 SW/4 and the NW/4 of Section 24, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby denied.

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

