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. 1484 Order No. R-1229

APPLICATION OF GULF OIL CORPORATION FOR THE ESTABLISHMENT OF A 160-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 July 24, 1958, at Santa Fe, New Mexico, before Elvis A. Utz, 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  $2^{\frac{1}{2}}$  day of August, 1958, 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 applicant, Gulf Oil Corporation, is the owner of the Scarborough Estate Lease which includes the NE/4 SE/4, NE/4 NE/4, and the S/2 NE/4 of Section 31, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico.

(3) That applicant is the owner and operator of the Scarborough Estate Well No. 2, located 1880 fest from the North line and 660 feet from the East line of said Section 31, and dually completed in the Tubb Gas Pool and Drinkard Pool.

(4) That by Administrative Order NSP-425 applicant was granted a 120-acre non-standard gas proration unit in the Tubb Gas Pool for the above-described Scarborough Estate Well No. 2, said unit consisting of the NE/4 NE/4 and the S/2 NE/4 of said Section 31.

(5) That the applicant seeks the establishment of a 160acre non-standard gas proration unit in the Tubb Gas Pool, such unit to consist of the NE/4 SE/4, NE/4 NE/4, and the S/2 NE/4 of said Section 31 and to be dedicated to the aforementioned Scarborough Estate Well No. 2. -2-Case No. 1484 Order No. R-1229

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

(7) That the subject application should be granted.

IT IS THEREFORE ORDERED:

(1) That Administrative Order NSP-425 be and the same is hereby superseded.

(2) That the application of Gulf Oil Corporation for the establishment of a 160-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of the NE/4 SE/4, NE/4 NE/4, and the S/2 NE/4 of Section 31, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico, be and the same is hereby granted. Said unit is to be dedicated to the applicant's Scarborough Estate Well No. 2, located 1880 feet from the North line and 660 feet from the East line of said Section 31.

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

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



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