

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. 1652  
Order No. R-1394

APPLICATION OF CONTINENTAL OIL  
COMPANY FOR THE ESTABLISHMENT  
OF A 320-ACRE NON-STANDARD GAS  
PRORATION UNIT IN THE JALMAT 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 May 6, 1959, 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 13<sup>th</sup> day of May, 1959, 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, Continental Oil Company, is the owner and operator of the N/2 of Section 8, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico.

(3) That the applicant is the owner and operator of the Danciger A-8 Well No. 3 located 990 feet from the North line and 990 feet from the East line of said Section 8.

(4) That the applicant proposes the establishment of a 320-acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the N/2 of said Section 8, to be dedicated to the said Danciger A-8 Well No. 3.

(5) That the entire N/2 of said Section 8 can reasonably be presumed to be productive of gas from the Jalmat Gas Pool.

-2-

Case No. 1652  
Order No. R-1394

(6) That approval of the subject application will neither cause waste nor impair correlative rights.

**IT IS THEREFORE ORDERED:**

(1) That a 320-acre non-standard gas proration unit in the Jalmat Gas Pool, consisting of the N/2 of Section 8, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to applicant's Danciger A-8 Well No. 3, located 990 feet from the North line and 990 feet from the East line of said Section 8.

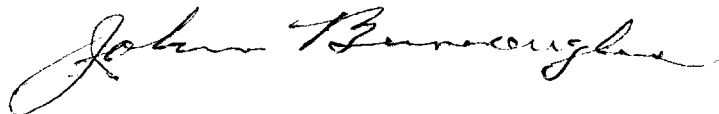
(2) That the said Danciger A-8 Well No. 3 shall be assigned an acreage factor for allowable purposes in the proportion that the above-described acreage bears to a standard gas proration unit in the Jalmat Gas Pool.

(3) That Administrative Order NSP-436 be and the same is hereby cancelled.

(4) That the effective date of this Order is June 1, 1959.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION



JOHN BURROUGHS, Chairman



MURRAY E. MORGAN, Member



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

