# 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 JONSIDERING:

CASE No. 1794 Order No. R-1520

APPLICATION OF ARGO OIL CORPORATION FOR A 160-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 October 28, 1959, at Santa Fe, New Mexico, before Daniel S. Nutter, 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 November, 1959, 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, Argo Oil Corporation, is the working interest owner of the E/2 NE/4 of Section 21 and the W/2 NW/4 of Section 22, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That the applicant is the owner and operator of the B. T. Lanchart Well No. 1, located 2310 feet from the North line and 990 feet from the East line of said Section 21, to which the E/2 NE/4 of said Section 21 is presently dedicated.
- (4) That the applicant proposes the cancellation of the 80-acre proration unit presently dedicated to the said B. T. Lanehart Well No. 1 and the establishment of a 160-acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the acreage described in Finding No. 2.
- (5) That approval of the subject application will neither cause waste nor impair correlative rights.

-2-Case No. 1794 Order No. R-1520

## IT IS THEREFORE ORDERED:

- (1) That a 160-acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the E/2 NE/4 of Section 21 and the W/2 NW/4 of Section 22, Township 25 South, Range 37 East, Na/Pa, Lea County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to the applicant's B. T. Lanchart Well No. 1, located 2310 feet from the North line and 990 feet from the East line of said Section 21.
- (2) That the said B. T. Lanehart Well No. 1 be and the same is hereby designated as the unit well for the above-described non-standard gas proration unit and shall be granted 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.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

A. L. PORTER, Jr. Member & Secretary

