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. 1801 Order No. R-1529

APPLICATION OF TEXACO INC., FOR AN ORDER FORCE-POOLING THE INTERESTS IN A 241-ACRE NON-STANDARD GAS PRORATION UNIT IN THE EUMONT 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 17th day of November, 1959, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel 5. 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 by Order No. R-1335, a 241-acre non-standard gas proration unit in the Eumont Gas Pool was created, consisting of the NE/4 of Section 5, Township 20 South, Range 37 East, and the S/2 SE/4 of Section 32, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico, which unit is dedicated to the applicant's J. W. Cooper Well No. 5, located 1668 feet from the North line and 1650 feet from the East line of said Section 5.
- (3) That the applicant seeks an order force-pooling all the interests in the above-described 241-acre non-standard Eumont gas proration unit.
- (4) That it is completely impracticable to form a standard Eumont gas unit embracing the above-described 241-acre tract.

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- (5) That all parties owning working interests in the abovedescribed proration unit have agreed to communitization, as have a majority of the parties owning royalty interests.
- That the applicant has made diligent efforts to communitize all royalty interests in the above-described 241-acre unit for the Eumont Gas Pool, but has been unable to obtain the consent of all persons owning royalty interests in said 241-acre unit.
- That all parties owning an interest in the abovedescribed acreage were given actual notice of the hearing in this case and that the Commission has received no objection to the approval of the subject application.
- (8) That approval of the subject application will neither cause waste nor impair correlative rights, and denial of the application would tend to deprive the owners of such tract the opportunity to recover their just and equitable share of the hydrocarbons in the Eumont Pool.

IT IS THEREFORE ORDERED:

- (1) That the interests of all persons having the right to drill for, produce, or share in the production of dry gas and associated liquid hydrocarbons, or either of them, from the Eumont Gas Pool underlying the 241-acre non-standard gas proration unit created by Order No. R-1335 be and the same are hereby force-pooled.
- (2) That the 241-acre allowable provided for by said Order No. R-1335 shall become effective on December 1, 1959, provided that the J. W. Cooper Well No. 5 to which the subject unit is dedicated has been brought into balance by that date. If said well is not then in balance, the increased allowable shall become effective upon the first day of the month following the month in which the subject well has been brought into balance.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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