

GOVERNOR
JOHN BURROUGHS
CHAIRMAN

State of New Mexico
Oil Conservation Commission

LAND COMMISSIONER
MURRAY E. MORGAN
MEMBER



STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY DIRECTOR

P. O. BOX 871
SANTA FE

Mr. Thomas McKenna
302 East Palace Avenue
Santa Fe, New Mexico

Re: Case No. 2167
Order No. E-1870
Applicant:
Chambers & Kennedy

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. PORTER, Jr.,
Secretary-Director

ir/

Carbon copy of order also sent to:

Hobbs OCC X
Artesia OCC
Aztec OCC

Other

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. 2167
Order No. R-1870

APPLICATION OF CHAMBERS & KENNEDY
FOR A 200-ACRE NON-STANDARD GAS
PRORATION UNIT IN THE EUMONT GAS
POOL, LEA COUNTY, NEW MEXICO, AND
FOR AN UNORTHODOX GAS WELL LOCATION.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on January 25, 1961, 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 15th day of February, 1961, 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, Chambers & Kennedy, is the operator of the NE/4 NE/4, S/2 NE/4 and the N/2 SE/4 of Section 34, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant seeks an order establishing a 200-acre non-standard gas unit in the Eumont Gas Pool comprising all of the above-described acreage.

(4) That, inasmuch as the 40-acre tract comprising the NE/4 NE/4 of said Section 34 is presently dedicated to an oil well in the Eumont Pool, which well is completed in the same producing interval as the well which is proposed on the unit well for the requested 200-acre non-standard gas proration unit, the dedication of the NE/4 NE/4 of said Section 34 to a gas well in the Eumont Pool should not be permitted.

-2-

CASE No. 2167
Order No. R-1870

(5) That the remaining 160 acres are reasonably to be presumed to be productive of gas from the Eumont Pool and should be established as a gas proration unit.

(6) That the applicant further proposes to locate its Monument State Well No. 1 at an unorthodox gas well location 1649 feet from the South line and 2197 feet from the East line of said Section 34.

(7) That approval of the 160-acre non-standard gas proration unit and the unorthodox gas well location will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That a 160-acre non-standard gas proration unit consisting of the S/2 NE/4 and the N/2 SE/4 of Section 34, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to the Monument State Well No. 1 located at an unorthodox gas well location 1649 feet from the South line and 2197 feet from the East line of said Section 34.

(2) That the application for a 200-acre non-standard gas proration unit consisting of the above-described 160 acres plus the NE/4 NE/4 of said Section 34 be and the same is hereby denied.

(3) That the allowable assigned to the above-described 160-acre non-standard gas proration unit shall bear the same ratio to a standard gas allowable in the Eumont Gas Pool as the acreage in said unit bears to the acreage in a standard gas proration unit in the Eumont Gas Pool.

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


STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman



E. S. WALKER, Member



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

