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. 2328 Order No. R-2021

APPLICATION OF TEXAS PACIFIC COAL & OIL COMPANY FOR TWO NON-STANDARD GAS PRORATION UNITS, 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 6, 1961, 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 13th day of July, 1961, 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,

PINDS:

- (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 seeks the establishment of a 320-acre non-standard gas proration unit in the Jalmat Gas Pool, consisting of the SW/4 of Section 4 and the NW/4 of Section 9, all in Township 23 South, Range 36 East, NMPM, Lea County, New Mexico, said unit to be dedicated to the State A Account No. 1 Well No. 18, located 660 feet from the South line and 660 feet from the West line of said Section 4.
- (3) That said unit is presumed to be productive of gas from the Jalmat Gas Pool.
- (4) That approval of the subject application will neither cause waste nor impair correlative rights.
- (5) That the applicant requests <u>dismissal</u> of the portion of its application in this case requesting the establishment of a 240-acre non-standard gas proration unit in the Jalmat Gas Pool.

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IT IS THEREFORE ORDERED:

- (1) That a 320-acre non-standard gas proration unit in the Jalmat Gas Pool is hereby established, consisting of the SW/4 of Section 4 and the NW/4 of Section 9, all in Township 23 South, Range 36 East, NMPM, Lea County, New Mexico. Said unit is to be dedicated to the State A Account No. 1 Well No. 18, located 660 feet from the South line and 660 feet from the West line of said Section 4.
- (2) That the acreage factor for allowable purposes assigned to the above-described 320-acre non-standard gas proration unit shall bear the same ratio to a standard acreage factor as the acreage in said unit bears to the acreage in a standard gas proration unit in the Jalmat Gas Pool.
- (3) That the portion of the subject application requesting the establishment of a 240-acre non-standard gas proration unit in the Jalmat Gas Pool is hereby <u>dismissed</u>.
- (4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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