

SPECIAL RULES AND REGULATIONS  
FOR THE  
SOUTH SAN LUIS-MESAVERDE OIL POOL

RULE 1. Each well completed or recompleted in the South San Luis-Mesaverde Oil Pool or in the Mesaverde formation within one mile thereof, and not nearer to or within the limits of another designated Mesaverde oil pool, shall be spaced, drilled, operated, and produced in accordance with the Special Rules and Regulations hereinafter set forth.

RULE 2. Each well shall be located no nearer than 150 feet to a quarter-quarter section line and no nearer than 300 feet to any other well producing from the same pool.

RULE 3. A 40-acre proration unit shall not produce in excess of the 40-acre top unit allowable for wells in the 0-5000 foot depth range in Northwest New Mexico, regardless of the number of wells on the unit.

IT IS FURTHER ORDERED:

(1) That the applicant, Arwood Stowe & Company, is hereby authorized to institute a waterflood project in the South San Luis-Mesaverde Oil Pool by the injection of water into the Mesaverde formation through the following-described wells in Section 33, Township 18 North, Range 3 West, NMPM, Sandoval County, New Mexico:

Well No. 1, located 330 feet from the North line  
and 990 feet from the East line;

Well No. 2, located 330 feet from the North line  
and 330 feet from the East line;

Well No. 4, located 990 feet from the North line  
and 990 feet from the East line; and

Well No. 5, located 990 feet from the North line  
and 330 feet from the East line.

(2) That the subject waterflood project shall be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations.

(3) That monthly progress reports of the waterflood project herein authorized shall be submitted to the Commission in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.