

Entered January 29, 1981  
JGR

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
COMMISSION OF NEW MEXICO FOR  
THE PURPOSE OF CONSIDERING:

CASE NO. 7008 DE NOVO  
Order No. R-6480-A

APPLICATION OF CORONADO EXPLORATION  
CORPORATION FOR EIGHT COMPULSORY  
POOLINGS, CHAVES COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 19, 1981, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 29th day of January, 1981, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, 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, Coronado Exploration Corporation, seeks an order pooling all mineral interests in the San Andres formation underlying eight 40-acre proration units, being the NE/4 NE/4 of Section 4 and the NW/4 NE/4 of Section 5, both in Township 12 South, Range 28 East, and the NW/4 SE/4 of Section 6, the NE/4 NW/4 of Section 23, the NE/4 SE/4 of Section 28, the SE/4 SE/4 of Section 29, the NE/4 NW/4 of Section 32, and the SE/4 NW/4 of Section 33, all in Township 11 South, Range 28 East, NMPM, Chaves County, New Mexico.

(3) That the matter came on for hearing at 9:00 a.m. on September 17, 1980, at Santa Fe, New Mexico, before Examiner Richard L. Stamets and, pursuant to this hearing, Order No. R-6480 was issued on October 20, 1980, which granted Coronado's application for compulsory pooling the interests in the San Andres formation underlying the above eight listed tracts in

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Chaves County, New Mexico.

(4) That on November 14, 1980, application for Hearing De Novo was made by Tenneco Oil Company and the matter was set for hearing before the Commission.

(5) That the matter came on for hearing de novo on January 19, 1981.

(6) That the applicant plans an exploration program for oil and gas on the above described tracts on a continuous and ongoing basis.

(7) That applicant's exploration program may be hindered and unnecessarily delayed should individual compulsory poolings be required for each and every tract.

(8) That the evidence adduced at the hearing de novo indicates that Division Order No. R-6480 entered October 20, 1980, should be affirmed.

IT IS THEREFORE ORDERED:

(1) That Division Order No. R-6480, entered October 20, 1980, is hereby affirmed.

(2) 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 herein-above designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

ALEX J. ARMIJO, Member

  
EMERY C. ARNOLD, Member

  
JOE D. RAMEY, Member & Secretary

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