

*Entered January 20, 1970
A.L.P.*

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. 4294
Order No. R-3911

THE APPLICATION OF THE OIL CONSERVATION
COMMISSION UPON ITS OWN MOTION FOR AN
ORDER CREATING, CONTRACTING, AND EXTENDING
CERTAIN POOLS IN CHAVES, EDDY, LEA, AND
ROOSEVELT COUNTIES, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 14, 1970, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 20th day of January, 1970, 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 there is need for the creation of a new oil pool in Eddy County, New Mexico, for the production of oil from the Bone Spring formation, said pool to bear the designation of Big Eddy-Bone Spring Pool. Said Big Eddy-Bone Spring Pool was discovered by the Pennzoil United, Inc. Big Eddy Unit Well No. 12, located in Unit D of Section 21, Township 20 South, Range 31 East, NMPM. It was completed in the Bone Spring formation on August 17, 1969. The top of the perforations is at 8565 feet.

(3) That there is need for the creation of a new oil pool in Lea County, New Mexico, for the production of oil from the

-2-

CASE No. 4294

Order No. R-3911

Drinkard formation, said pool to bear the designation of Cline-Drinkard Pool. Said Cline-Drinkard Pool was discovered by the Imperial-American Management Company Lineberry Well No. 1, located in Unit I of Section 11, Township 23 South, Range 37 East, NMPM. It was completed in the Drinkard formation on February 20, 1969. The top of the perforations is at 6421 feet.

(4) That there is need for the creation of a new gas pool in Lea County, New Mexico, for the production of gas from the Blinebry formation, said pool to bear the designation of House-Blinebry Gas Pool. Said House-Blinebry Gas Pool was discovered by the Damson Exploration Corporation L. D. Jones Well No. 1, located in Unit H of Section 1, Township 20 South, Range 38 East, NMPM. It was completed in the Blinebry formation on March 1, 1969. The top of the perforations is at 6070 feet.

(5) That there is need for the contraction of the Bough Permo-Pennsylvanian Pool in Lea County, New Mexico, by the deletion of certain acreage in order that said acreage may be placed in the Vada-Pennsylvanian Pool.

(6) That there is need for certain extensions to the Sulimar-Queen Pool in Chaves County, New Mexico, the Double L-Queen Pool in Chaves and Lea Counties, New Mexico, the Vada-Pennsylvanian Pool in Lea and Roosevelt Counties, New Mexico, the Bagley-Pennsylvanian Pool, the Baum-Upper Pennsylvanian Pool, the South Corbin-Morrow Gas Pool, the Justis-Blinebry Pool, the West Sawyer-San Andres Pool, and the East Weir-Blinebry Pool, all in Lea County, New Mexico.

IT IS THEREFORE ORDERED:

(a) That a new pool in Eddy County, New Mexico, classified as an oil pool for Bone Spring production, is hereby created and designated as the Big Eddy-Bone Spring Pool, consisting of the following-described area:

TOWNSHIP 20 SOUTH, RANGE 31 EAST, NMPM
Section 21: NW/4 NW/4

(b) That a new pool in Lea County, New Mexico, classified as an oil pool for Drinkard production, is hereby created and

-3-

CASE No. 4294

Order No. R-3911

designated as the Cline-Drinkard Pool, consisting of the following-described area:

TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPM
Section 11: E/2

(c) That a new pool in Lea County, New Mexico, classified as a gas pool for Blinebry production, is hereby created and designated as the House-Blinebry Gas Pool, consisting of the following-described area:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM
Section 1: NE/4

(d) That the Bough Permo-Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby contracted by the deletion of the following-described area:

TOWNSHIP 9 SOUTH, RANGE 35 EAST, NMPM
Section 11: N/2

(e) That the Vada-Pennsylvanian Pool in Lea and Roosevelt Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 8 SOUTH, RANGE 34 EAST, NMPM
Section 36: SE/4

TOWNSHIP 8 SOUTH, RANGE 35 EAST, NMPM
Section 36: W/2

TOWNSHIP 9 SOUTH, RANGE 34 EAST, NMPM
Section 1: E/2
Section 22: SE/4

TOWNSHIP 9 SOUTH, RANGE 35 EAST, NMPM
Section 3: NW/4
Section 11: N/2
Section 15: SW/4

(f) That the Bagley-Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 12 SOUTH, RANGE 33 EAST, NMPM
Section 4: S/2
Section 5: S/2

-4-

CASE No. 4294

Order No. R-3911

(g) That the Baum-Upper Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 13 SOUTH, RANGE 32 EAST, NMPM

Section 36: NE/4

TOWNSHIP 14 SOUTH, RANGE 32 EAST, NMPM

Section 1: NW/4

Section 12: NW/4

(h) That the South Corbin-Morrow Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM

Section 30: S/2

(i) That the Double L-Queen Pool in Chaves and Lea Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 14 SOUTH, RANGE 29 EAST, NMPM

Section 36: N/2 NE/4

TOWNSHIP 15 SOUTH, RANGE 30 EAST, NMPM

Section 7: NW/4

(j) That the Justis-Blinebry Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 24 SOUTH, RANGE 37 EAST, NMPM

Section 27: SE/4

(k) That the West Sawyer-San Andres Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 9 SOUTH, RANGE 37 EAST, NMPM

Section 32: NE/4

(l) That the Sulimar-Queen Pool in Chaves County, New Mexico, as heretofore classified, defined, and described, is hereby

-5-

CASE No. 4294

Order No. R-3911

extended to include therein:

TOWNSHIP 15 SOUTH, RANGE 29 EAST, NMPM

Section 23: SE/4 SE/4

Section 26: NE/4 NE/4

(m) That the East Weir-Blinebry Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM

Section 11: SE/4

IT IS FURTHER ORDERED:

(1) That, pursuant to Section 65-3-14.5, NMSA 1953, contained in Chapter 271, Laws of 1969, any well which, by virtue of any of the above pool extensions, is subject to pool rules providing for spacing or proration units larger than the one which is presently dedicated thereto, shall have 60 days from the effective date of this order in which to file new Forms C-102 dedicating a standard unit for the pool to said well, or to obtain a non-standard unit approved by the Commission. Pending such compliance, the well shall receive a maximum allowable in the same proportion to a standard allowable for the pool that the acreage dedicated to the well bears to a standard unit for the pool. Failure to file Forms C-102 dedicating a standard unit to the well or to obtain a non-standard unit approved by the Commission within said 60-day period shall subject the well to cancellation of allowable.

(2) That the effective date of this order and all creations and extensions included herein shall be February 1, 1970.

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

STATE OF NEW MEXICO

OIL CONSERVATION COMMISSION


DAVID F. CARGO, Chairman


ALEX J. ARMIJO, Member


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

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