STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF APPLICATION OF THE OIL CONSERVATION DIVISION UPON ITS OWN MOTION FOR AN ORDER EXTENDING CERTAIN POOLS IN SAN JUAN COUNTY, NEW MEXICO.

NOMENCLATURE CASE NO. 21282 ORDER NO. R-21399

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on July 9, 2020, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

FINDINGS OF FACT

- 1. Due public notice has been given, and the Division has jurisdiction of the case and the subject matter.
- 2. Katherine Pickford, a geologist in the Oil Conservation Division ("OCD"), testified in support of certain modifications of the Tocito Dome Miss Pool located in San Juan County.
- 3. No other party entered an apperance or opposed this application.
- 4. The Tocito Dome Miss, should be extended to include additional acreage.

CONCLUSIONS OF LAW

- 5. OCD satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.
- 6. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.

ORDER

7. The Tocito Dome Miss (Pool Code 86120) is hereby extended to include the following acreage:

TOWNSHIP 26 NORTH, RANGE 18 WEST, NMPM Section 3: All Section 7: All Section 10: All Sections 15 – 18: All Section 21: All

- 8. Pursuant to Section 70-2-18, NMSA 1978, an operator of any well that, by virtue of any of the above pool extensions, is subject to pool rules providing for spacing or proration units larger than the one presently dedicated thereto, shall have sixty (60) days from the effective date of this order to file Form C-102 dedicating a standard unit for the pool to that well or to obtain a nonstandard unit approved by the OCD. Pending such filing or approval, 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. An operator's failure to file Form C-102 or to obtain OCD's approval of a nonstandard unit as specified above shall subject the well to cancellation of its allowable.
- 9. This Order shall be effective on the date of signature by the OCD Director.
- 10. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION ADRIENNE SANDOVAL DIRECTOR AES/jag

7/27/2020 Date:

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