Case 566

Roswell, New Mexico July 27, 1953

TO: NEW MEXICO OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO

COMES NOW, Blackwood and Nichols Company, Applicant, and states:

- 1. (a) Applicant, together with Nelson and Edward Morris, Ltd., Stanolind Oil and Gas Company, and A. M. Lloyd, is the owner of the entire working interest under oil and gas leases covering the $\mathbb{E}^{\frac{1}{2}}$ of Section 18 and $\mathbb{E}^{\frac{1}{2}}$ of Section 19, Township 30 North, Range 7 West, San Juan and Rio Arriba Counties, New Mexico, situated within the Blanco (Mesa Verde) Pool.
- (b) By its Order No. R-110 this Commission, in Section 1 (a), 1 (b) and 1 (c) established a uniform spacing plan for the Blanco (Mesa Verde) Pool, such plan providing for drilling units of not less than 320 acres of land in the shape of a rectangle, wells to be located 330 feet from the center of either the Northeast or Southwest quarter of each Section.
- (c) By Section 3 of said Order R-110, proration units of 320 acres were established.
- (d) By Section 3 (a) of said Order R-110 and by Section 13 (c) of Chapter 168, Laws of 1949, this Commission is authorized to require pooling of properties or parts thereof under the enforcement of a uniform spacing plan or proration units.
- (e) All owners of the working interest and all owners of the royalty interest underlying the tracts in Sections 18 and 19 have agreed to the pooling of their properties into drilling and proration units in conformity with Order R-110, except owners of certain royalty interests underlying approximately

95 acres in the $E_{\overline{z}}$ of Section 18 and 25 acres in the $E_{\overline{z}}$ of Section 19.

(f) Unless this Commission requires the pooling of all interests underlying these tracts, applicant will be deprived of the opportunity of recovering his just and equitable share of the oil or gas, or both, in the pool.

WHEREFORE, Applicant requests the Commission to enter its order pooling properties in the $E_{\overline{z}}^{\frac{1}{2}}$ of Section 18, Township 30 North, Range 7 West into a single drilling and proration unit and pooling properties in the $E_{\overline{z}}^{\frac{1}{2}}$ of Section 19, Township 30 North, Range 7 West into a single drilling and proration unit.

- 2. (a) Applicant, together with Phillips Petroleum Company, Nelson and Edward Morris, Ltd., Stanolind Oil and Gas Company and A. M. Lloyd, is the owner of the working interest under oil and gas leases covering the W_2 of Section 17 and the W_2 of Section 20, Township 30 North, Range 7 West, Rio Arriba County, New Mexicom except Lots 6 and 7 in Section 17 and Lots 1 and 2 of Section 20.
- (b) By its Order No. R-110 this Commission, in Section 1 (a), 1 (b) and 1 (c) established a uniform spacing plan for the Blanco (Mesa Verde) Pool, such plan providing for drilling units of not less than 320 acres of land in the shape of a rectangle, wells to be located 330 feet from the center of either the Northeast or Southwest quarter of each Section.
- (c) By Section 3 of said Order R-110, proration units of 320 acres were established.
- (d) By Section 3 (a) of said Order R-110 and by Section 13 (c) of Chapter 168, Laws of 1949, this Commission is authorized to require pooling of properties or parts thereof under

the enforcement of a uniform spacing plan or proration units.

- (e) All owners of the working interest, except owners of Lots 6 and 7 in Section 17 and Lots 1 and 2 in Section 20, and all owners of the royalty interest, except owners of approximately 25 acres in the $W_{\overline{z}}$ of Section 17 and approximately 25 acres in the $W_{\overline{z}}$ of Section 20, have agreed to the pooling of their properties into drilling and proration units in conformity with Order R-110.
- (f) Unless this Commission requires the pooling of all interests underlying these tracts, Applicant will be deprived of the opportunity of recovering his just and equitable share of the oil or gas, or both, in the pool.

WHEREFORE, Applicant requests the Commission to enter its order pooling properties in the W_2^1 of Section 17, Township 30 North, Range 7 West, into a single drilling and proration unit and pooling properties in the W_2^1 of Section 20, Township 30 North, Range 7 West into a single drilling and proration unit.

edackwood and nichols company

Jack M. Campbell

for ATWOOD, MALONE & CAMPBELL