

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 8975
Order No. R-8192-A

APPLICATION OF NORTH AMERICAN
ROYALTIES, INC. FOR THE AMENDMENT
OF DIVISION ORDER NO. R-8192, LEA
COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on August 20, 1986, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 3rd day of September, 1986, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) Division Order No. R-8192, dated March 31, 1986, pooled all mineral interests in any and all formations and/or pools developed on 320-acre spacing to the base of the Morrow formation underlying the S/2 of Section 11, Township 16 South, Range 36 East, NMPM, Lea County, New Mexico, forming a standard 320-acre gas spacing and proration unit to be dedicated to a well to be drilled at a standard gas well location with Manzano Oil Corporation being designated the operator of said well and unit.

(3) The applicant in this case, North American Royalties, Inc., seeks the amendment of said Division Order No. R-8192 to change the operator of the subject well and unit from Manzano Oil Corporation to North American Royalties, Inc.

(4) No interested party objected to the proposed amendment.

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(5) Approval of the proposed amendment to said Order No. R-8192 will not result in waste or the violation of correlative rights.

(6) All other provisions contained in Order No. R-8192 including effective date, drilling commencement date, and fixed overhead charges, should remain in full force and effect.

IT IS THEREFORE ORDERED THAT:

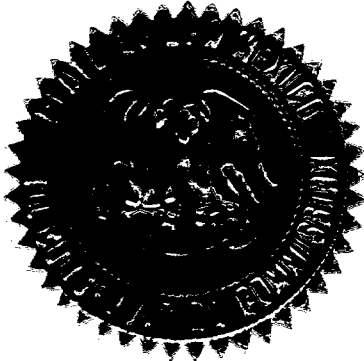
(1) Ordering Paragraph No. (2) on page 4 of said Order No. R-8192 is hereby amended to read in its entirety as follows:

"(2) North American Royalties, Inc. is hereby designated the operator of the subject well and unit."

(2) All other provisions contained in Division Order No. R-8192 shall remain in full force and effect.

(3) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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



S E A L

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

A handwritten signature in cursive script, appearing to read "R. L. Stamets".

R. L. STAMETS
Director

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