CASE 9090: (Continued from March 4, 1987, Examiner Hearing)

Application of Reading & Bates for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Undesignated Gavilan-Mancos and the Undesignated Gavilan Greenhorn-Graneros-Dakota Oil Pools underlying the E/2 of Section 16, Township 25 North, Range 2 West, to form a standard 320-acre oil spacing and proration unit to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 9091: (Continued from March 4, 1987, Examiner Hearing)

Application of Reading & Bates for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the West Lindrith Gallup-Dakota Oil Pool underlying the NE/4 of Section 27, Township 25 North, Range 3 West, to form a standard 160-acre oil spacing and proration unit to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 9093: (Continued from March 4, 1987, Examiner Hearing)

Application of Reading & Bates for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Undesignated Gavilan-Mancos and the Undesignated Gavilan Greenhorn-Graneros-Dakota 0il Pools underlying the E/2 of Section 24, Township 25 North, Range 3 West, to form a standard 320-acre oil spacing and protation unit to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

Application of Benson-Montin-Greer Drilling Corporation for the expansion of the BMG West Puerto CASE 9111: Chiquito-Mancos Pressure Maintenance Project Area, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the expansion of the BMG West Puerto Chiquito-Mancos Pressure Maintenance Project Area as promulgated by Division Order No. R-3401, as amended, to include certain lands in Townships 24, 25, and 26 North, Range 1 West.

CASE 8951: (Continued and Readvertised)

Application of Benson-Montin-Greer Drilling Corporation for the amendment of Division Order No. R-8124, Rio Arriba County, New Mexico. The New Mexico Oil Conservation Division by Division Order No. R-8124, dated January 16, 1986, issued in Case 8745, authorized the applicant to conduct a longterm reservoir pressure test in the Mancos formation using certain wells in Rio Arriba County and further authorized the shut-in of certain wells and provided six months after completion of the test during which certain accumulated underproductions can be made up. Applicant, in the above-styled cause, now seeks the amendment of said Order No. R-8124 to provide for twelve months after completion of the reservoir pressure test during which to make up the accumulated underproduction of certain wells resulting from the test. Applicant further requests that all other provisions in said Order No. R-8124 remain in full force and effect.

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m GASE}$ 9112: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating and extending certain pools in McKinley, Rio Arriba, San Juan, and Sandoval Counties, New Mexico:

> (a) CREATE a new pool in McKinley County, New Mexico, classified as an oil pool for Mesaverde production and designated as the Pot Mesa-Mesaverde Oil Pool. The discovery well is the Merrion Oil & Gas Corporation Pot Mesa Well No. 1 located in Unit B of Section 10, Township 20 North, Range 6 West, NMPM. Said pool would comprise:

> > TOWNSHIP 20 NORTH, RANGE 6 WEST, NMPM SW/4 SE/4 and S/2 SW/4 Section 2: S/2 SE/4 and SE/4 SW/4 Section 3: Section 10: NW/4 NE/4 and NE/4 NW/4

(b) CREATE a new pool in McKinley County, New Mexico, classified as an oil pool for Hospah production and designated as the Nose Rock-Hospah Oil Pool. The discovery well is the Black Oil, Inc. NMALCO Gurley Well No. 1 located in Unit P of Section 9, Township 20 North, Range 12 West, NMPM. Said pool would comprise:

TOWNSHIP 20 NORTH, RANGE 12 WEST, NMPM Section 9: SE/4 SE/4

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(c) EXTEND the Albino-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 32 NORTH, RANGE 8 WEST, NMPM Section 10: SE/4

(d) EXTEND the Aztec-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 31 NORTH, RANGE 12 WEST, NMPM Section 36: N/2 and SW/4

(e) EXTEND the Beautiful Mountain-Mississippian Pool in San Juan County, New Mexico, to include therein:

> TOWNSHIP 26 NORTH, RANGE 19 WEST, NMPM Section 5: SW/4

(f) EXTEND the Bisti-Farmington Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 12 WEST, NMPM Section 33: NW/4

(g) EXTEND the Bisti-Lower Gallup Oil Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 9 WEST, NMPM

Section 30: S/2 NW/4 and SW/4 Section 31: N/2 NW/4

TOWNSHIP 25 NORTH, RANGE 11 WEST, NMPM

Section 29: W/2 Section 32: N/2 NW/4

TOWNSHIP 25 NORTH, RANGE 12 WEST, NMPM

Section 20: E/2 Section 21: NW/4 and N/2 SW/4

Section 26: NE/4 Section 29: N/2 NE/4

(h) EXTEND the Blanco-Pictured Cliffs Pool in Rio Arriba and San Juan Counties, New Mexico, to include therein:

TOWNSHIP 31 NORTH, RANGE 9 WEST, NMPM Section 7: NW/4

Section 33: SW/4

TOWNSHIP 31 NORTH, RANGE 10 WEST, NMPM

Section 12: NE/4

(i) EXTEND the South Blanco-Tocito Oil Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 6 WEST, NMPM

Section 3: NW/4 Section 4: NE/4

(j) EXTEND the Bloomfield-Farmington 0il Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM

Section 13: SE/4 Section 24: NE/4 and N/2 SE/4

(k) EXTEND the Blue Mesa-Mesaverde Oil Pool in McKinley County, New Mexico, to include therein:

TOWNSHIP 19 NORTH, RANGE 5 WEST, NMPM

Section 11: N/2 SE/4

(1) EXTEND the Chaco Wash-Mesaverde Oil Pool in McKinley County, New Mexico, to include therein:

TOWNSHIP 20 NORTH, RANGE 9 WEST, NMPM

Section 28: SE/4 NE/4

(m) EXTEND the Devils Fork-Gallup Associated Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 25 NORTH, RANGE 6 WEST, NMPM Section 31: All

TOWNSHIP 25 NORTH, RANGE 7 WEST, NMPM Section 36: SE/4

(n) EXTEND the Dufers Point Gallup-Dakota Oil Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 25 NORTH, RANGE 8 WEST, NMPM

Section 5: SW/4

Section 8: NE/4

TOWNSHIP 25 NORTH, RANGE 9 WEST, NMPM

Section 2: NE/4

(o) EXTEND the Escrito-Gallup Associated Pool in Rio Arriba and San Juan Counties, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 8 WEST, NMPM Section 14: NW/4 NE/4 and NE/4 NW/4

(p) EXTEND the Flora Vista-Gallup Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 30 NORTH, RANGE 13 WEST, NMPM

Section 4: N/2

(q) EXTEND the Flora Vista-Fruitland Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 30 NORTH, RANGE 12 WEST, NMPM

Section 16: E/2

Section 21: NE/4

EXTEND the Gallegos-Gallup Associated Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 27 NORTH, RANGE 13 WEST, NMPM

Section 21: SW/4 Section 28: NW/4

(s) EXTEND the Gavilan-Mancos Oil Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 2 WEST, NMPM

Section 4: All

Section 5: E/2

Section 10: E/2

Section 13: W/2 Section 14: All

TOWNSHIP 25 NORTH, RANGE 2 WEST, NMPM

Section 7: Section 8: A11

W/2 Section 15: E/2

Section 16: All Section 17: E/2

Section 18: All

Section 32: E/2

(t) EXTEND the Gavilan Greenhorn-Graneros-Dakota Oil Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 25 NORTH, RANGE 2 WEST, NMPM

Section 2: S/2 Section 11: All

Section 14: All Section 15: E/2

(u) EXTEND the Gavilan-Pictured Cliffs Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 25 NORTH, RANGE 2 WEST, NMPM

Section 5: SE/4

(v) EXTEND the Gobernador-Pictured Cliffs Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 5 WEST, NMPM

Section 2: NW/4 Section 3: NE/4

(w) EXTEND the Kutz-Gallup Oil Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 27 NORTH, RANGE 11 WEST, NMPM

Section 1: SW/4 Section 2: SE/4 Section 11: NE/4 Section 12: NW/4

(x) EXTEND the West Kutz-Fruitland Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 12 WEST, NMPM Section 19: N/2

(y) EXTEND the South Lindrith Gallup-Dakota Oil Pool in Rio Arriba and Sandoval Counties, New Mexico, to include therein:

TOWNSHIP 23 NORTH, RANGE 5 WEST, NMPM

Section 35: NE/4 Section 36: NW/4

(z) EXTEND the West Lindrith Gallup-Dakota Oil Pool in Rio Arriba and Sandoval Counties, New Mexico, to include therein:

TOWNSHIP 22 NORTH, RANGE 2 WEST, NMPM

Section 6: NW/4

TOWNSHIP 24 NORTH, RANGE 4 WEST, NMPM

Section 18: NW/4
Section 35: All
Section 36: S/2 and NW/4

TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM

Section 23: NW/4

(aa) EXTEND the South Los Pinos Fruitland-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 32 NORTH, RANGE 7 WEST, NMPM

Section 28: SW/4 Section 33: NW/4

(bb) EXTEND the Lybrook-Gallup Oil Pool in Rio Arriba and Sandoval Counties, New Mexico, to include therein:

TOWNSHIP 23 NORTH, RANGE 7 WEST, NMPM

Section 1: S/2 NE/4, SE/4 NW/4,

E/2 SW/4, and SE/4 Section 12: S/2, NE/4, E/2 NW/4, and

SW/4 NW/4

Section 25: S/2 SE/4 Section 36: N/2 NE/4

(cc) EXTEND the Many Rocks-Gallup Oil Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 32 NORTH, RANGE 17 WEST, NMPM Section 26: NE/4 SW/4

(dd) EXTEND the North Many Rocks-Gallup Cil Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 32 NORTH, RANGE 17 WEST, NMPM Section 21: SW/4 NW/4 and NW/4 SW/4

(ee) EXTEND the Nageezi-Gallup Oil Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 23 NORTH, RANGE 8 WEST, NMPM

Section 16: SE/4

(ff) EXTEND the Northeast Ojito Gallup-Dakota Oil Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 2 WEST, NMPM Section 31: All

(gg) EXTEND the Otero-Chacra Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 27 NORTH, RANGE 9 WEST, NMPM Section 4: SW/4

Section 4: SW/4
Section 9: NW/4

TOWNSHIP 28 NORTH, RANGE 11 WEST, NMPM

Section 11: E/2

(hh) EXTEND the Otero-Gallup Oil Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 5 WEST, NMPM

Section 21: SE/4

Section 22: W/2 SW/4

Section 27: NW/4 NW/4

Section 28: N/2 NE/4, SW/4 NE/4, and

SE/4 NW/4

(ii) EXTEND the Potwin-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 8 WEST, NMPM

Section 17: NE/4

(jj) EXTEND the Totah-Gallup Oil Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 28 NORTH, RANGE 12 WEST, NMPM

Section 16: S/2 NW/4 Section 17: S/2 NE/4

(kk) EXTEND the Twin Mounds Fruitland-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 30 NORTH, RANGE 14 WEST, NMPM

Section 32: NE/4

(11) EXTEND the Wild Horse-Gallup Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 3 WEST, NMPM

Section 5: SW/4

Section 6: All

Section 7: N/2

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DOCKET: COMMISSION HEARING - MONDAY - MARCH 30, 1987

OIL CONSERVATION COMMISSION - 9 A.M. - MORGAN HALL STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

CASE 8350: (Reopened)

In the matter of Case 8350 being reopened pursuant to the provisions of Commission Order No. R-7745, which order promulgated temporary special rules and regulations for the Gavilan Greenhorn-Graneros-Dakota Oil Pool in Rio Arriba County, including a provision for 320-acre spacing units. Operators in said pool may appear and show cause why said pool should not be developed on 40-acre spacing units.

CASE 7980: (Reopened)

In the matter of Case 7980 being reopened pursuant to the provisions of Commission Order No. R-7407, which order promulgated temporary special rules and regulations for the Gavilan-Mancos Oil Pool in Rio Arriba County, including a provision for 320-acre spacing units. Operators in said pool may appear and show cause why said pool should not be developed on 40-acre spacing units.

CASE 8946: (Reopened)

In the matter of Case 8946 being reopened pursuant to the provisions of Commission Order No. R-7407-D, which order promulgated a temporary limiting gas-oil ratio and depth bracket allowable for the Gavilan-Mancos Oil Pool in Rio Arriba County. This case is being reopened in consolidation with the reconsideration of the Temporary Special Rules established by Order No. R-7407 for the Gavilan-Mancos Oil Pool.

CASE 3950: (Reopened)

In the matter of Case 8950 being reopened pursuant to the provisions of Commission Order No. R-2565-2 (R-6469-C) and No. R-3401-A, as amended, which order promulgated a temporary limiting gas-oil ratio for the West Puerto Chiquito-Mancos Oil Pool in Rio Arriba County. This case is being reopened in consolidation with the reconsideration of the Temporary Special Rules established by Order No. R-7407 for the Gavilan-Mancos Oil Pool.

- Application of Benson-Montin-Greer Drilling Corporation, Jerome P. McHugh & Associates, and Sun Exploration and Production Company to abolish the Gavilan-Mancos Oil Pool, to extend the West Puerto Chiquito-Mancos Oil Pool, and to amend the special rules and regulations for the West Puerto Chiquito-Mancos Oil Pool, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the abolishment of the Gavailan-Mancos Oil Pool; the concomitant extension of the West Puerto Chiquito-Mancos Oil Pool; and the amendment of the special rules and regulations for the West Puerto Chiquito-Mancos Oil Pool; and the amendment of the special rules and regulations for the West Puerto Chiquito-Mancos Oil Pool as promulgated by the Division, including provisions for 640-acre spacing units, a 600 to 1 gas-oil ratio limitation, the establishment of an administrative procedure for the drilling of a second well on a standard proration unit, and special well location provisions.
- CASE 9114: Application of Mesa Grande Resources, Inc. for the extension of the Gavilan-Mancos 0il Pool and the contraction of the West Puerto Chiquito-Mancos 0il Pool, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the contraction of the West Puerto Chiquito-Mancos 0il Pool and the concomitant extension of the Gavilan-Mancos 0il Pool underlying certain lands in Townships 24, 25, and 26 North, Ranges 1 and 2 West.