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

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

CASE NO. 11620 Order No. R-10676

THE APPLICATION OF THE OIL CONSERVATION DIVISION UPON ITS OWN MOTION FOR AN ORDER EXTENDING CERTAIN EXISTING POOLS IN RIO ARRIBA, SANDOVAL, AND SAN JUAN COUNTIES, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on September 26, 1996, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this <u>1st</u> day of October, 1996, 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) There is need for certain extensions to the Ballard-Pictured Cliffs Pool in Rio Arriba, Sandoval, and San Juan Counties, New Mexico, the Blanco-Mesaverde Pool, the Blanco-Pictured Cliffs Pool, and the Otero-Chacra Pool, all in Rio Arriba and San Juan Counties, New Mexico, the Boulder-Mancos Oil Pool in Rio Arriba County, New Mexico, the Eagle Mesa-Entrada Oil Pool in Sandoval County, New Mexico, and the West Kutz-Pictured Cliffs Pool in San Juan County, New Mexico.
- (3) The effective date of this order and all extensions included herein should be October 1, 1996.

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IT IS THEREFORE ORDERED THAT:

(a) The Ballard-Pictured Cliffs Pool in Rio Arriba, Sandoval, and San Juan Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 24 NORTH, RANGE 6 WEST, NMPM

Section 19: E/2

Section 20: S/2

Section 21: SE/4

Section 27: NW/4

Section 28: N/2

Section 29: N/2

Section 30: NE/4

TOWNSHIP 25 NORTH, RANGE 7 WEST, NMPM

Section 32: SE/4

(b) The Blanco-Mesaverde Pool in Rio Arriba and San Juan Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 30 NORTH, RANGE 11 WEST, NMPM

Section 21: S/2

Section 28: All

(c) The Blanco-Pictured Cliffs Pool in Rio Arriba and San Juan Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 31 NORTH, RANGE 9 WEST, NMPM

Sections 4 and 5: All

Section 9: N/2

TOWNSHIP 32 NORTH, RANGE 9 WEST, NMPM

Section 32: S/2

(d) The Boulder-Mancos Oil Pool in Rio Arriba County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

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TOWNSHIP 28 NORTH, RANGE 1 WEST, NMPM

Section 22: E/2 SW/4

(e) The Eagle Mesa-Entrada Oil Pool in Sandoval County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 19 NORTH, RANGE 4 WEST, NMPM

Section 14: SE/4 NE/4

(f) The West Kutz-Pictured Cliffs Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 29 NORTH, RANGE 13 WEST, NMPM

Section 11: SE/4

(g) The Otero-Chacra Pool in Rio Arriba and San Juan Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 27 NORTH, RANGE 7 WEST, NMPM

Section 6: NW/4

TOWNSHIP 27 NORTH RANGE 8 WEST, NMPM

Section 1: N/2 Section 2: N/2 Section 3: NE/4

TOWNSHIP 28 NORTH, RANGE 7 WEST, NMPM

Section 30: SW/4 Section 31: W/2

TOWNSHIP 28 NORTH, RANGE 8 WEST, NMPM

Section 25: S/2 and NW/4

Section 26: SE/4 Section 35: E/2 Section 36: All

TOWNSHIP 28 NORTH, RANGE 9 WEST, NMPM

Section 22: S/2 Section 23: S/2 Case No. 11620 Order No. R-10676 -4-

IT IS FURTHER ORDERED THAT:

- (1) Pursuant to Section 70-2-18, NMSA 1978, 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 Division. 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 Form C-102 dedicating a standard unit to the well or to obtain a non-standard unit approved by the Division within said 60-day period shall subject the well to cancellation of allowable.
- (2) The effective date of this order and all extensions included herein shall be October 1, 1996.

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

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

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Director

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