Entered Cetaber 11, 1957 G. R.P.

## BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 1308 Order No. R-1069

APPLICATION OF SUNRAY MID-CONTINENT OIL COMPANY FOR AN ORDER EXTENDING THE HORIZONTAL LIMITS OF THE BISTI-LOWER GALLUP OIL POOL IN SAN JUAN COUNTY, NEW MEXICO, AND TEMPORARILY ESTABLISHING UNIFORM 80-ACRE WELL SPACING AND PROMULGATING SPECIAL RULES AND REGULATIONS FOR SAID POOL.

### ORDER OF THE COMMISSION

### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on September 18, 1957, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this  $9^{th}$  day of October, 1957, the Commission, a quorum being present, having considered the application and the evidence adduced, and being fully advised in the premises,

#### FINDS:

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

(2) That the applicant, Sunray Mid-Continent Oil Company, proposes to include within the horizontal limits of the Bisti-Lower Gallup Oil Pool a large amount of acreage which has not yet been proven productive.

(3) That the Commission should continue to follow its established policy of extending the horizontal limits of oil and gas pools in the State of New Mexico to include only such acreage as has been proven productive by actual drilling operations.

(4) That the applicant proposes to establish a uniform 80-acre well spacing pattern in the Bisti-Lower Gallup Oil Pool for a period of one year.

(5) That the applicant has failed to prove that the Bisti-Lower Gallup Oil Pool can be adequately drained by an 80-acre well spacing pattern. -2-Case No. 1308 Order No. R-1069

(6) That the Bisti-Lower Gallup Oil Pool should be developed on a uniform 40-acre well spacing pattern in accordance with the Rules and Regulations of the Oil Conservation Commission.

# IT IS THEREFORE ORDERED:

That the application of Sunray Mid-Continent Oil Company for an order establishing uniform 80-acre well spacing in the Bisti-Lower Gallup Oil Pool for a period of one year and extending the horizontal limits of said pool to include the following described acreage:

> TOWNSHIP 24 NORTH, RANGE 10 WEST, NMPM Sections 2 & 3: All S/2Section 4: TOWNSHIP 25 NORTH, RANGE 10 WEST Sections 19, 26, 27, and 28: All NMPM A11 s/2Section 31: Section 35: A11 TOWNSHIP 25 NORTH, RANGE 11 WEST, NMPM Sections 7, 13, 14, and 15: All Section 16: N/2 Section 24: A11 Section 27: SW/4 Sections 28, 29, 30, 35, and 36: A11 TOWNSHIP 25 NORTH, RANGE 12 WEST, NMPM Section 3: All N/2Section 4: NE/4 Section 5: Section 7: SW/4Section 10: E/2Sections 11 and 12: All Section 17: SW/4 Section 18: A11 S/2Section 25: TOWNSHIP 25 NORTH, RANGE 13 WEST, NMPM ŚW/4 Section 1: Section 2: A11 S/2 and NE/4Section 3: Sections 4 and 11: All S/2 and NW/4Section 12: TOWNSHIP 26 NORTH, RANGE 12 WEST, NMPM Ň/2 Section 31: Section 32: A11

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> TOWNSHIP 26 NORTH, RANGE 13 WEST, NMPM Section 26: N/2 Section 29: S/2, NW/4, and W/2 NE/4 Sections 30, 31, and 32: All Section 36: NE/4

all in San Juan County, New Mexico,

be and the same is hereby denied.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

18Maga MURRAY E. MORGAN, Member

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A. L. PORTER, Jr., Member & Secretary

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