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. 12106 Order No. R-11121

THE APPLICATION OF THE OIL CONSERVATION DIVISION FOR AN ORDER CONTRACTING AND EXTENDING CERTAIN EXISTING POOLS IN LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

<u>BY THE DIVISION</u>:

This case came on for hearing at 8:15 a.m. on December 17, 1998, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 21st day of January, 1999, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner,

FINDS THAT:

(1) Due public notice has been given and the Division has jurisdiction of this case and its subject matter.

(2) There is need for the contraction of the Weir-Blinebry Pool in Lea County, New Mexico, in order to correct pool nomenclature.

(3) There is need for certain extensions to the East Weir-Blinebry Pool in Lea County, New Mexico.

(4) The effective date of this order and all contractions and extensions included herein should be January 1, 1999.

IT IS THEREFORE ORDERED THAT:

(a) The Weir-Blinebry Pool in Lea County, New Mexico, is hereby contracted

Case No. 12106 Order No. R-11121 -2-

by the deletion of the following described acreage:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 11 SW/4 Section 14: NE/4 and E/2 NW/4

(b) The East Weir-Blinebry Pool in Lea County, New Mexico, is hereby extended to include:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 11: SW/4 Section 14: NE/4 and E/2 NW/4

IT IS FURTHER ORDERED THAT:

(1) Pursuant to Section 70-2-18, NMSA, 1978, an operator of any well that, by virtue of any of the above pool extensions, is subject to pool rules providing for spacing or proration units larger than the one presently dedicated thereto, shall have 60 days from the effective date of this order to file Form C-102 dedicating a standard unit for the pool to that well or to obtain Division approval of a non-standard unit. 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 Division approval of a non-standard unit to the well or to obtain Division approval of a non-standard unit to the well or to obtain Division approval of a non-standard unit to the well or to obtain Division approval of a non-standard unit within that 60-day period shall subject the well to cancellation of allowable.

(2) The effective date of this order and all contractions and extensions included herein shall be January 1, 1999.

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



STATE OF NEW MEXICO OIL CONSERVATION DIVISION

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