

*Entered January 11, 1960*  
*G.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 NEW MEXICO FOR  
THE PURPOSE OF CONSIDERING:

CASE No. 1840  
Order No. R-1595

APPLICATION OF PAN AMERICAN  
PETROLEUM CORPORATION FOR A  
264-ACRE NON-STANDARD GAS UNIT  
IN THE BLANCO-PICTURED CLIFFS  
POOL, SAN JUAN COUNTY, NEW  
MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on January 6, 1960, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 8th day of February, 1960, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, 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 is the owner and operator of the NE/4 and Lots 8, 9, 10, and 11 of Section 6, Township 29 North, Range 9 West, NMPM, San Juan County, New Mexico.

(3) That the applicant proposes the establishment of a 264-acre non-standard gas unit in the Blanco-Pictured Cliffs Pool, consisting of the above-described acreage, to be dedicated to the Houck Gas Unit Well No. 1 located 1650 feet from the North line and 1650 feet from the East line of said Section 6.

(4) That the standard drilling unit in the Blanco-Pictured Cliffs Pool is 160 acres.

(5) That the applicant failed to prove that the subject well can efficiently drain the proposed 264-acre non-standard unit.

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(6) That denial of the application will not deprive the applicant of the right to produce his fair share of the gas underlying Lots 8, 9, 10, and 11 of said Section 6 since the applicant owns and operates acreage offsetting said four lots which could be communitized to form another gas unit of approximately 160 acres.

(7) That the application should be denied.

IT IS THEREFORE ORDERED:

That the application of Pan American Petroleum Corporation for a 264-acre non-standard gas unit in the Blanco-Pictured Cliffs Pool, consisting of the NE/4 and Lots 8, 9, 10, and 11 of Section 6, Township 29 North, Range 9 West, NMPM, 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

  
JOHN BURROUGHS, Chairman

  
MURRAY E. MORGAN, Member

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

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