

Entered May 20, 1960
A.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. 1964
Order No. R-1676

APPLICATION OF AZTEC OIL & GAS COMPANY
FOR APPROVAL OF A 309.55-ACRE NON-STANDARD
GAS UNIT IN THE BLANCO-MESAVERDE GAS POOL
AND IN THE DAKOTA PRODUCING INTERVAL, SAN
JUAN COUNTY, NEW MEXICO, AND FOR AN
UNORTHODOX GAS WELL LOCATION.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 11, 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 19th day of May, 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, Aztec Oil & Gas Company, is the owner and operator of the E/2 of Section 15, Township 31 North, Range 12 West, NMPM, San Juan County, New Mexico.

(3) That the applicant proposes the establishment of a 309.55-acre non-standard gas proration unit in the Blanco-Mesaverde Gas Pool consisting of the E/2 of said Section 15, this same acreage to comprise a non-standard gas unit in the Dakota Producing Interval, with said units in both Pools to be dedicated to the Richardson Well No. 7, to be located at an unorthodox location at a point 1720 feet from the South line and 1610 feet from the East line of said Section 15.

(4) That the request for the two subject non-standard gas units is necessitated by a variation in the legal subdivision of the United States Public Land Surveys, and the basis for the requested unorthodox gas well location is that development

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in this immediate area has generally been on a NW/4 SE/4 pattern rather than in conformance with the standard NE/4 SW/4 pattern for the Blanco-Mesaverde Gas Pool.

(5) That approval of the subject application will neither cause waste nor impair correlative rights.

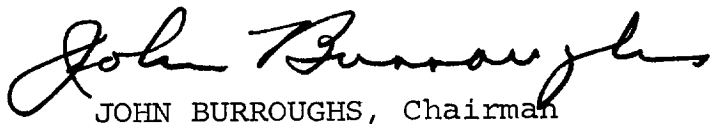
IT IS THEREFORE ORDERED:

(1) That a 309.55-acre non-standard gas proration unit in the Blanco-Mesaverde Gas Pool, San Juan County, New Mexico, and a 309.55-acre non-standard gas unit in the Dakota Producing Interval be and the same are hereby established, each to consist of the E/2 of Section 15, Township 31 North, Range 12 West, NMPM, San Juan County, New Mexico. Each of said units is to be dedicated to the applicant's Richardson Well No. 7, to be located at an unorthodox location 1720 feet from the South line and 1610 feet from the East line of said Section 15.

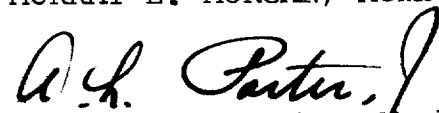
(2) That the above-described Richardson Well No. 7 be and the same is hereby assigned an acreage factor for allowable purposes in the proportion that the acreage in the non-standard gas proration unit dedicated to it in the Blanco-Mesaverde Gas Pool bears to the acreage in a standard gas proration unit in the Blanco-Mesaverde Gas Pool.

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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