Entered July 11, 1960 a. L. 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. 2004 Order No. R-1714

APPLICATION OF LA PLATA GATHERING SYSTEM, INC., FOR A 345.59-ACRE NON-STANDARD GAS PRORATION UNIT IN THE BLANCO-MESAVERDE GAS POOL, RIO ARRIBA 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 July 6, 1960, at Santa Fe, New Mexico, before Elvis A. Utz, 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 7th day of July, 1960, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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, La Plata Gathering System, Inc., is the owner and operator of partial Sections 30 and 31, Township 32 North, Range 5 West, NMPM, Rio Arriba County, New Mexico.
- (3) That said partial Sections 30 and 31 contain 174.41 acres and 171.18 acres respectively, together containing 345.59 acres.
- (4) That the applicant proposes that the above-described partial Sections 30 and 31 be established as a non-standard gas proration unit in the Blanco-Mesaverde Gas Pool.
- (5) That the applicant further proposes to locate a gas well 990 feet from the North line and 713 feet from the East line of said Section 31 on an unorthodox location, to which well the proposed 345.59-acre non-standard gas proration unit would be dedicated.

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- (6) That the proposed unorthodox location is necessitated by a variation in the U. S. Public Land Survey.
- (7) That the above-described 345.59-acre tract can reasonably be presumed to be productive of gas from the Blanco-Mesaverde Gas Pool.
- (8) That establishment of the above-described non-standard gas proration unit and approval of the proposed unorthodox gas well location will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

- (1) That a 345.59-acre non-standard gas proration unit in the Blanco-Mesaverde Gas Pool consisting of partial Sections 30 and 31, Township 32 North, Range 5 West, NMPM, Rio Arriba County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to a gas well located on an unorthodox location in the Blanco-Mesaverde Pool at a point 990 feet from the North line and 713 feet from the East line of Section 31, Township 32 North, Range 5 West, NMPM, Rio Arriba County, New Mexico, which location is hereby approved.
- (2) That the said gas well 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 bears to the acreage in a standard gas proration unit in the Blanco-Mesaverde Gas Pool, subject to the provisions of the Special Rules and Regulations for said 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

L. PORTER, Jr., Member & Secretary

SEAL

esr/