

*Entered July 19, 1961
A.L.D.*

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. 2297
Order No. R-2028

APPLICATION OF PAN AMERICAN PETROLEUM
CORPORATION FOR TWO NON-STANDARD OIL
PRORATION UNITS AND TWO UNORTHODOX OIL
WELL LOCATIONS, 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 June 7, 1961, 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 13th day of July, 1961, 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, Pan American Petroleum Corporation, seeks the establishment of a 57.31-acre non-standard oil proration unit in the Cha Cha-Gallup Oil Pool consisting of Lots 3, 4 and 5 of Section 17, Township 29 North, Range 14 West, NMPM, San Juan County, New Mexico, plus the S/2 of that portion of the San Juan River channel lying in the W/2 of said Section 17 and along the North boundary of Lots 3, 4 and 5.
- (3) That the applicant further seeks permission to locate its Navajo Tribal "G" Well No. 8 at an unorthodox location 1415 feet from the South line and 335 feet from the West line of said Section 17, to which well the above-described non-standard oil proration unit would be dedicated.
- (4) That inasmuch as the oil well location crowds only acreage owned by the applicant, approval of the subject application will not impair correlative rights.

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(5) That the applicant further proposes to locate its Frank L. Wood Well No. 1 at an unorthodox location in the Cha Cha-Gallup Oil Pool 990 feet from the South line and 660 feet from the East line of said Section 17.

(6) That said Frank L. Wood Well No. 1 will serve as the unit well for a 108.14-acre non-standard oil proration unit in the Cha Cha-Gallup Oil Pool established by the order entered in Case No. 2318.

(7) That the applicant's request for the establishment of a 46.74-acre non-standard oil proration unit in the Cha Cha-Gallup Oil Pool has become moot by reason of the order entered in Case No. 2318.

IT IS THEREFORE ORDERED:

(1) That a 57.31-acre non-standard oil proration unit in the Cha Cha-Gallup Oil Pool consisting of Lots 3, 4 and 5 of Section 17, Township 29 North, Range 14 West, NMPM, San Juan County, New Mexico, plus the S/2 of that portion of the San Juan River channel lying in the W/2 of said Section 17 and along the North boundary of Lots 3, 4 and 5 is hereby established.

(2) That in the event it is determined by an official re-survey, or otherwise, that the acreage in said proration unit is greater or smaller than 57.31 acres, the acreage to be allocated to said unit shall correspond to the change.

(3) That the applicant, Pan American Petroleum Corporation, is hereby authorized to locate its Navajo Tribal "G" Well No. 8 at an unorthodox location in said pool 1415 feet from the South line and 335 feet from the West line of said Section 17, to which well the above-described unit shall be dedicated.

(4) That the allowable to be assigned to said Navajo Tribal "G" Well No. 8 shall bear the same ratio to a standard allowable in the Cha Cha-Gallup Oil Pool as the acreage in said unit bears to 80.

(5) That the applicant is hereby authorized to locate its Frank L. Wood Well No. 1 at an unorthodox location in the Cha Cha-Gallup Oil Pool 990 feet from the South line and 660 feet from the East line of said Section 17. The 108.14-acre non-standard oil proration unit established by the order entered in Case No. 2318 shall be dedicated to said well.

(6) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman

E. S. WALKER, Member



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

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