Entered March 2, 1982

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 7479 Order No. R-2046-A

APPLICATION OF NORTHWEST PIPELINE CORPORATION FOR AMENDMENT OF ORDER NO. R-2046, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on February 17, 1982, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 2nd day of March, 1982, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) That Division Order No. R-2046 established a large number of non-standard proration units for the Basin-Dakota Gas Pool in Rio Arriba County, New Mexico, including the following:

TOWNSHIP 30 NORTH, RANGE 6 WEST, NMPM

Tract	Acreage	Section	
A	339.46	1 E/2	(This unit also contains the SE/4 of Section 36, Township 31 North, Range 6 West)
В	319.69	1 W/2	

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TOWNSHIP 31 NORTH, RANGE 6 WEST, NMPM

Tract	Acreage	Sect	ion
I	337.04		E/2 NE/4
J	339.46	36	A portion of this unit contains acreage in Township 30 North, Range 6 West, described under that township.

- (3) That the applicant, Northwest Pipeline Corporation, seeks the amendment of Division Order No. R-2046, to delete the four non-standard gas proration units described in Finding No. (2) above and to create six new non-standard proration units for wells to be drilled in the Basin-Dakota Pool at standard locations.
- (4) That the six new proposed non-standard units consist of the following described acreage:

TOWNSHIP 30 NORTH, RANGE 6 WEST, NMPM

Tract	Acreage	Section	
1	272.81		N/2
2	273.49		S/2

TOWNSHIP 31 NORTH, RANGE 6 WEST, NMPM

<u>Tract</u>	<u>Acreage</u>	Sec	<u>Section</u>	
3	272.16	25	N/2	
4	272.32	25	S/2	
5	272.56	36	N/2	
6	272.88	36	S/2	

- (5) That the non-standard proration units may reasonably be presumed productive of gas from the Basin-Dakota Gas Pool and that all of the non-standard gas proration units can be efficiently and economically drained and developed by the aforesaid wells.
- (6) That approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the Basin-Dakota Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an

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excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

- (1) That Division Order No. R-2046 is hereby amended by deletion therefrom of the four non-standard proration units described in Finding No. (2) of this order.
- (2) That six new non-standard proration units for Basin-Dakota production are hereby created and designated in Rio Arriba County, New Mexico, as follows:

TOWNSHIP 30 NORTH, RANGE 6 WEST, NMPM

Tract	Acreage	Section
1	272.81	1 N/2
2	273.49	1 S/2

TOWNSHIP 31 NORTH, RANGE 6 WEST, NMPM

Tract	<u>Acreage</u>	<u>Section</u>	
3	272.16	25	N/2
4	272.32	25	S/2
5	272.56	36	N/2
6	272.88	36	S/2

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

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

STATE OF NEW MEXICO
OLL CONSERVATION DIVISION

JOE D. RAMEY, /

Director

SEAL

