IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 425 ORDER NC. R-230

THE APPLICATION OF GREENBRIER OIL COMPANY FOR AN ORDER GRANTING APPROVAL OF AN EXCEPTION TO ORDER NO. 799, AS AMENDED BY ORDER NO. R-110, TO PERMIT THE DRILLING OF A WELL TO TEST THE MESAVERDE FORMATION ON A DRILLING UNIT OF 320 ACRES OF WHICH 280 ACRES LIE IN SECTION 23, AND 40 ACRES IN SECTION 24, ALL IN TOWNSHIP 31 NORTH, RANGE 12, WEST, NMPM, SAN JUAN COUNTY, NEW MEXICO IN THE BLANCO-MESAVERDE POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a. m., on November 20, 1952, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 4th day of December, 1952, the Commission, a quorum being present, having considered the records and the testimony adduced, and being fully advised in the premises,

FINDS:

(1) That due notice having been given as required by law, the Commission has jurisdiction of the case and the persons and subject matter thereof.

(2) That applicant is the owner of an oil and gas lease covering the following described land in San Juan County, New Mexico:

Township 31 North, Range 12 West, NMPM Section 23: NE/4, N/2 SE/4, SW/4 SE/4; Section 24: NW/4 NW/4,

containing 320 acres, more or less.

(3) That under the provisions of Order No. 799, as amended by Order No. R-110, the Commission provided that all wells drilled in the Blanco-Mesaverde Pool shall be located on a designated drilling unit of 320 acres, said drilling unit being in the form of a rectangle and being north half, south half, east half or west half of a section.

(4) That Aztec Oil and Gas Company owns or holds options, operating or other contractual rights surrounding the above proposed it and has no objection to the approval of the unorthodox drilling unit.

(5) That approval of this unorthodox drilling unit is in the interest of conservation, will prevent waste, and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of Greenbrier Oil Company for approval of an unorthodox drilling unit be, and it hereby is approved.

(2) That the unorthodox drilling unit shall comprise the following described acreage in San Juan County, New Mexico, in the Blanco-Mesaverde Pool:

Township 31 North, Range 12 West, NMPM Section 23: N/2, N/2 SE/4, SW/4 SE/4; Section 24: NW/4 NW/4. DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

GUY SHEPARD, Member

R. R. SPURRIER, Secretary

SEAL