## BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Embered Staturan 8, 1963

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

> CASE No. 2725 Order No. R-2409

APPLICATION OF STANDARD OIL COMPANY OF TEXAS FOR ALLOWABLE TRANSFER, RIO ARRIBA COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

## BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on January 3, 1963, 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 <u>16th</u> day of January, 1963, 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, Standard Oil Company of Texas, proposes to conduct pressure interference tests on its Jicarilla 4-26 Lease, Section 26, Township 28 North, Range 1 West, NMPM, Boulder-Mancos Pool, Rio Arriba County, New Mexico, in order to obtain information concerning reservoir characteristics of the Boulder-Mancos Pool.

(3) That the applicant seeks authority to shut-in its Well No. 4 located in the SE/4 NW/4 of said Section 26 and to produce its allowable of 70 barrels of oil per day in equal proportions from applicant's Jicarilla 4-26 Well No. 2 located in the NW/4 NE/4 of said Section 26 and applicant's Jicarilla 4-26 Well No. 3 located in the NW/4 SE/4 of said Section 26.

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

(5) That approval of the subject application will afford the applicant an opportunity to gather valuable reserve information and will, therefore, be in the interest of conservation. -2-CASE No. 2725 Order No. R-2409

(6) That the subject application should be approved for a 90-day period, beginning January 1, 1963, and that the Secretary-Director should be authorized to grant administrative approval for extension of the 90-day period provided application has been filed showing good cause therefor, and provided all offset operators have consented in writing to such extension of time.

## IT IS THEREFORE ORDERED:

(1) That Standard Oil Company of Texas is hereby authorized to shut-in its Jicarilla 4-26 Well No. 4 located in the SE/4 NW/4 of Section 26, Township 28 North, Range 1 West, NMPM, Boulder-Mancos Pool, Rio Arriba County, New Mexico, in order to conduct pressure interference tests on said well, and to produce its allowable of 70 barrels of oil per day in equal proportions from the Jicarilla 4-26 Well No. 2 located in the NW/4 NE/4 of said Section 26 and the Jicarilla 4-26 Well No. 3 located in the NW/4 SE/4 of said Section 26.

(2) That this order shall be effective January 1, 1963, and shall terminate <u>ipso</u> <u>facto</u> 90 days therefrom unless administrative approval of an extension of time is granted by the Secretary-Director.

(3) That the Secretary-Director is hereby authorized to grant administrative approval of an extension of the 90-day period approved by this order for an additional period of time not to exceed 90 days, provided application has been filed showing good cause therefor, and provided all offset operators have consented in writing to such extension of time.

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

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

ark M JACK M. CAMPBELL, Chairman

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L. PORTER, Jr., Member & Secretary

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