

Entered May 17, 1967
Q.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 THE STATE OF
NEW MEXICO FOR THE PURPOSE OF
CONSIDERING:

CASE No. 3571
Order No. R-3237

THE APPLICATION OF THE OIL CONSERVATION
COMMISSION UPON ITS OWN MOTION FOR AN
ORDER CREATING AND EXTENDING CERTAIN POOLS
IN CHAVES, EDDY, LEA, AND ROOSEVELT COUNTIES,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 17, 1967,
at Santa Fe, New Mexico, before the Oil Conservation Commission
of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 19th day of May, 1967, the Commission, a
quorum being present, having considered the testimony presented
and the exhibits received at said hearing, 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 there is need for the creation of a new oil pool
in Lea County, New Mexico, for the production of oil from the
Cisco (Bough C) formation, said pool to bear the designation of
East Inbe-Pennsylvanian Pool. Further, that the discovery well
for said pool, Monsanto Company's Lane State No. 1-Y located in
Unit M of Section 30, Township 10 South, Range 34 East, NMPM,
is entitled to and should receive a bonus discovery oil allowable
in the amount of 50,010 barrels to be assigned over a two-year
period. The top of the perforations in said well is 10,002 feet.

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(3) That there is need for the creation of a new oil pool in Roosevelt County, New Mexico, for the production of oil from the San Andres formation, said pool to bear the designation of Northeast Chaveroo-San Andres Pool. Said Northeast Chaveroo-San Andres Pool was discovered by Pan American Petroleum Corporation, Brown, Jr. No. 1, located in Unit L of Section 4, Township 7 South, Range 34 East, NMPM. It was completed in San Andres on August 8, 1966. The top of perforations is 4133 feet.

(4) That there is need for the creation of a new gas pool in Eddy County, New Mexico, for the production of gas from the Upper Pennsylvanian formation, said pool to bear the designation of Springs-Upper Pennsylvanian Gas Pool. Said Springs-Upper Pennsylvanian Gas Pool was discovered by Gulf Oil Corporation, Springs Unit No. 1, located in Unit G of Section 34, Township 20 South, Range 26 East, NMPM. It was completed in Upper Pennsylvanian on December 6, 1966. The top of perforations is 8004 feet.

(5) That there is need for certain extensions to the Chaveroo-San Andres Pool in Chaves County, New Mexico, the North Indian Hills-Morrow Gas Pool, the Leo Queen-Grayburg Pool, the Lusk-Strawn Pool, and the East Millman Queen-Grayburg Pool, all in Eddy County, New Mexico, the Northeast Bagley-Wolfcamp Pool, the South Corbin-Morrow Gas Pool, the Flying "M"-San Andres Pool, the Kemnitz-Lower Wolfcamp Pool, the Lazy J-Pennsylvanian Pool, the Nadine-Drinkard Pool, the Pearl-Queen Pool, and the Vacuum-Upper Pennsylvanian Pool, all in Lea County, New Mexico.

IT IS THEREFORE ORDERED:

(a) That a new pool in Lea County, New Mexico, classified as an oil pool for Cisco (Bough C) production, is hereby created and designated as the East Inbe-Pennsylvanian Pool, consisting of the following-described area:

TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM
Section 30: SW/4

That the discovery well for said pool, the Monsanto Company Lane State Well No. 1-Y, located in Unit M of Section 30, Township 10 South, Range 34 East, NMPM, is hereby authorized an oil discovery allowable of 50,010 barrels to be assigned to said well at the rate of 68 barrels per day in accordance with Rule 509 of the Commission Rules and Regulations.

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(b) That a new pool in Roosevelt County, New Mexico, classified as an oil pool for San Andres production, is hereby created and designated as the Northeast Chaveroo-San Andres Pool, consisting of the following-described area:

TOWNSHIP 7 SOUTH, RANGE 34 EAST, NMPM

Section 4: SW/4

Section 5: S/2

Section 6: SE/4

(c) That a new pool in Eddy County, New Mexico, classified as a gas pool for Upper Pennsylvanian production, is hereby created and designated as the Springs-Upper Pennsylvanian Gas Pool, consisting of the following-described area:

TOWNSHIP 20 SOUTH, RANGE 26 EAST, NMPM

Section 34: N/2

(d) That the Northeast Bagley-Wolfcamp Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM

Section 11: SW/4

(e) That the Chaveroo-San Andres Pool in Chaves County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 8 SOUTH, RANGE 32 EAST, NMPM

Section 2: E/2

TOWNSHIP 8 SOUTH, RANGE 33 EAST, NMPM

Section 3: SW/4

Section 4: SE/4

Section 10: NE/4

Section 11: NE/4

Section 12: NW/4

(f) That the South Corbin-Morrow Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM

Section 27: W/2

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(g) That the Flying "M"-San Andres Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM
Section 28: SE/4

(h) That the North Indian Hills-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 21 SOUTH, RANGE 24 EAST, NMPM
Section 5: All

(i) That the Kemnitz-Lower Wolfcamp Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM
Section 23: SE/4

(j) That the Lazy J-Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 14 SOUTH, RANGE 33 EAST, NMPM
Section 2: NE/4
Section 3: SW/4

(k) That the Leo Queen-Grayburg Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 18 SOUTH, RANGE 30 EAST, NMPM
Section 21: NE/4 NW/4

(l) That the Lusk-Strawn Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM
Section 11: SW/4

(m) That the East Millman Queen-Grayburg Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is

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hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM
Section 11: S/2 NE/4

(n) That the Nadine-Drinkard Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM
Section 26: NW/4

(o) That the Pearl-Queen Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 34 EAST, NMPM
Section 26: SW/4

(p) That the Vacuum-Upper Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

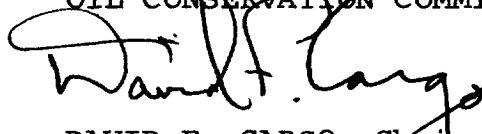
TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM
Section 24: NW/4

IT IS FURTHER ORDERED:

That the effective date of this order and all creations and extensions included herein shall be June 1, 1967.

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

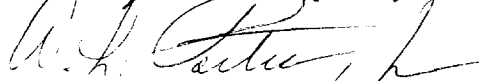
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



DAVID F. CARGO, Chairman



GUYTON B. HAYS, Member



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

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