Entered December 19, 1967 (i.f.

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. 3697 Order No. R-3354

THE APPLICATION OF THE OIL CONSERVATION COMMISSION UPON ITS OWN MOTION FOR AN ORDER CREATING A NEW POOL IN SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on December 15, 1967, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this <u>19th</u> day of December, 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 San Juan County, New Mexico, for the production of oil from the Devonian formation, said pool to bear the designation of Akah Nez-Devonian Oil Pool. Further, that the discovery well for said pool, Kerr-McGee Corporation's Navajo "J" Well No. 1, located in Unit A of Section 23, Township 23 North, Range 20 West, NMPM, is entitled to and should receive a bonus discovery oil allowable in the amount of 19,910 barrels to be assigned over a two-year period. The top of the perforations in said well is 3,982 feet. -2-CASE No. 3697 Order No. R-3354

IT IS THEREFORE ORDERED:

(a) That a new pool in San Juan County, New Mexico, classified as an oil pool for Devonian production, is hereby created and designated as the Akah Nez-Devonian Oil Pool, consisting of the following-described area:

> TOWNSHIP 23 NORTH, RANGE 20 WEST, NMPM Section 23: NE/4

That the discovery well for said pool, Kerr-McGee Corporation's Navajo "J" Well No. 1, located in Unit A of Section 23, Township 23 North, Range 20 West, NMPM, is hereby authorized an oil discovery allowable of 19,910 barrels to be assigned to said well at the rate of 28 barrels per day in accordance with Rule 509 of the Commission Rules and Regulations.

IT IS FURTHER ORDERED:

That the effective date of this order and the creation included herein shall be January 1, 1968.

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, Mémbe

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

SEAL

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