

*Entered April 19, 1971  
R.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 NEW MEXICO FOR  
THE PURPOSE OF CONSIDERING:

CASE NO. 4522  
ORDER NO. R-4132

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

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9:00 a.m. on April 14, 1971, at Hobbs, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 19th day of April, 1971, the Commission, a quorum being present, 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 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 Chaves County, New Mexico, for the production of oil from the Queen formation, said pool to bear the designation of Vest Ranch-Queen Pool. Further, that the discovery well for said pool, the Jack F. Grimm Federal 28 Well No. 1, located in Unit G of Section 28, Township 14 South, Range 30 East, NMPM, is entitled to and should receive a bonus discovery allowable in the amount of 10,710 barrels to be assigned over a two-year period. Said discovery well was completed in the Queen formation on January 26, 1971. The top of the perforations is at 2142 feet.

(3) That there is need for certain extensions to the Allison-Pennsylvanian Pool, the Flying "M"-Pennsylvanian Pool, and the North Vacuum-Abo Pool, all in Lea County, New Mexico.

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IT IS THEREFORE ORDERED:

(a) That a new pool in Chaves County, New Mexico, classified as an oil pool for Queen production, is hereby created and designated as the Vest Ranch-Queen Pool, consisting of the following described area:

TOWNSHIP 14 SOUTH, RANGE 30 EAST, NMPM  
Section 28: NE/4

That the discovery well for said pool, the Jack F. Grimm Federal 28 Well No. 1, located in Unit G of Section 28, Township 14 South, Range 30 East, NMPM, is hereby authorized an oil discovery allowable of 10,710 barrels to be assigned to said well at the rate of 15 barrels per day in accordance with Rule 509 of the Commission Rules and Regulations.

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

TOWNSHIP 9 SOUTH, RANGE 36 EAST, NMPM  
Section 3: S/2 SE/4

(c) That the Flying "M"-Pennsylvanian 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 9: S/2

(d) That the North Vacuum-Abo 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 10: SE/4  
Section 11: S/2 NW/4  
Section 12: NW/4  
Section 22: NE/4

IT IS FURTHER ORDERED:

(1) That, pursuant to Section 65-3-14.5, NMSA 1953, contained in Chapter 271, Laws of 1969, any well which, by virtue

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of any of the above pool extensions, is subject to pool rules providing for spacing or proration units larger than the one which is presently dedicated thereto, shall have 60 days from the effective date of this order in which to file new Forms C-102 dedicating a standard unit for the pool to said well, or to obtain a non-standard unit approved by the Commission. Pending such compliance, the well shall receive a maximum allowable in the same proportion to a standard allowable for the pool that the acreage dedicated to the well bears to a standard unit for the pool. Failure to file Forms C-102 dedicating a standard unit to the well or to obtain a non-standard unit approved by the Commission within said 60-day period shall subject the well to cancellation of allowable.

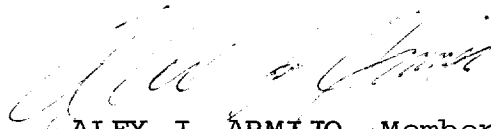
(2) That the effective date of this order and all creations and extensions included herein shall be May 1, 1971.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION



BRUCE KING, Chairman



ALEX J. ARMIJO, Member



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

S E A L

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