

Entered February 21, 1974
A.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. 5167
Order No. R-4730

APPLICATION OF FLUID POWER PUMP
COMPANY AND PETRO-LEWIS CORPORATION
FOR COMPULSORY POOLING, SANDOVAL
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 13, 1974, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 21st day of February, 1974, 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 the applicants, Fluid Power Pump Company and Petro-Lewis Corporation, seek an order pooling all mineral interests in the Entrada formation underlying two non-standard proration units approved by Commission Order No. R-4287 in Township 19 North, Range 3 West, NMPM, Media-Entrada Oil Pool, Sandoval County, New Mexico, described as follows:

Unit No. 1, the S/2 SW/4 of Section 14 and N/2 NW/4 of Section 23, dedicated to applicants' Federal Media Well No. 1 located in Unit M of said Section 14; and

Unit No. 2, the S/2 SE/4 of Section 15 and N/2 NE/4 of Section 22, to be dedicated to applicants' Federal Media Well No. 2 located in Unit P of said Section 15.

(3) That said Federal Media Wells No. 1 and 2 are producing oil wells.

(4) That there are royalty interest owners in said two non-standard proration units who have not agreed to pool their interests.

(5) That to avoid the drilling of unnecessary wells, to

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protect correlative rights, and to afford to the owner of each interest in said unit the opportunity to recover or receive without unnecessary expense his just and fair share of the gas in said pool, the subject application should be approved by pooling all mineral interests, whatever they may be, within said units.

(6) That Petro-Lewis Corporation should be designated the operator of the subject wells and units.

(7) That all proceeds from production from the subject wells which are not and have not been disbursed for any reason should be placed in escrow to be paid to the true owner thereof upon demand and proof of ownership.

IT IS THEREFORE ORDERED:

(1) That all mineral interests, whatever they may be, in the Entrada formation underlying the two non-standard gas production units authorized by Commission Order No. R-4287 in Township 19 North, Range 3 West, NMPM, Media-Entrada Pool, Sandoval County, New Mexico, as described below are hereby pooled and dedicated to the following described producing oil wells:

Unit No. 1, the S/2 SW/4 of Section 14 and N/2 NW/4 of Section 23, dedicated to applicants' Federal Media Well No. 1 located in Unit M of said Section 14; and

Unit No. 2, the S/2 SE/4 of Section 15 and N/2 NE/4 of Section 22, to be dedicated to applicants' Federal Media Well No. 2 located in Unit P of said Section 15.

(2) That Petro-Lewis Corporation is hereby designated the operator of the subject wells and units.

(3) That all proceeds from production from the subject wells which are not and have not been disbursed for any reason shall be placed in escrow in Sandoval County, New Mexico, to be paid to the true owner thereof upon demand and proof of ownership; that the operator shall notify the Commission of the name and address of said escrow agent within 90 days from the date of this order.

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


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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

I. R. TRUJILLO, Chairman


ALEX J. ARMIJO, Member


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

S E A L

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