Entered april 8, 1713

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. 5448 Order No. R-4995

THE APPLICATION OF THE OIL CONSERVATION COMMISSION UPON ITS OWN MOTION FOR AN ORDER CREATING, ABOLISHING, 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 2, 1975, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 8th day of April, 1975, 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 gas pool in Lea County, New Mexico, for the production of gas from the Morrow formation, said pool to bear the designation of Legg-Morrow Gas Pool. Said Legg-Morrow Gas Pool was discovered by the Brunson & McKnight, Inc. R. F. Leggett Well No. 1, located in Unit H of Section 33, Township 21 South, Range 33 East, NMPM. It was completed in the Morrow formation on August 2, 1974. The top of the perforations is at 14,545 feet.
- (3) That there is need for the creation of a new oil pool in Lea County, New Mexico, for the production of oil from the Bone Springs formation, said pool to bear the designation of East Lusk-Bone Springs Pool. Said East Lusk-Bone Springs Pool was discovered by the Sun Oil Company Jennings Federal Com Well No. 1, located in Unit F of Section 15, Township 19 South, Range 32 East, NMPM. It was completed in the Bone Springs formation on January 28, 1975. The top of the perforations is at 9874 feet.

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- (4) That there is need for the abolishment of the East Skaggs-Drinkard Gas Pool in Lea County, New Mexico, in order to include abolished acreage in the Skaggs-Drinkard Pool because of reclassification of the only producing well in said East Skaggs-Drinkard Gas Pool from gas to oil.
- (5) That there is need for certain extensions to the Sulimar-Queen Pool in Chaves County, New Mexico, the Corbin-Abo Pool, the South Corbin-Morrow Gas Pool, the D-K Drinkard Pool, the Hobbs-Drinkard Pool, the Sawyer-San Andres Gas Pool, the North Shoe Bar-Wolfcamp Pool, the Skaggs-Drinkard Pool, and the Wantz-Granite Wash Pool, all in Lea County, New Mexico.

IT IS THEREFORE ORDERED:

(a) That a new pool in Lea County, New Mexico, classified as a gas pool for Morrow production, is hereby created and designated as the Legg-Morrow Gas Pool, consisting of the following described area:

TOWNSHIP 21 SOUTH, RANGE 33 EAST, NMPM Section 33: E/2

(b) That a new pool in Lea County, New Mexico, classified as an oil pool for Bone Springs production, is hereby created and designated as the East Lusk-Bone Springs Pool, consisting of the following described area:

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM Section 15: NW/4

(c) That the East Skaggs-Drinkard Gas Pool in Lea County, New Mexico, consisting of the following described area:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 19: SE/4

is hereby abolished.

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

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM

Section 18: N/2 and SE/4

Section 19: E/2

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

TOWNSHIP 17 SOUTH, RANGE 32 EAST, NMPM Section 36: 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 17: W/2 Section 18: E/2 Section 20: W/2

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

TOWNSHIP 20 SOUTH, RANGE 39 EAST, NMPM Section 30: SW/4

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

TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM Section 33: NE/4

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

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM Section 23: NW/4

(j) That the Sawyer-San Andres Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 9 SOUTH, RANGE 38 EAST, NMPM Section 9: Lots 3 and 4 and W/2 SW/4

(k) That the North Shoe Bar-Wolfcamp Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 14: SW/4

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

TOWNSHIP 15 SOUTH, RANGE 30 EAST, NMPM Section 19: NW/4

(m) That the Wantz-Granite Wash Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM Section 1: NW/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 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, abolishments, and extensions included herein shall be May 1, 1975.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

I. R. TRUJILLO, Chairman

PHIL R. LUCERO, Member

L. Carte.

L. PORTER, Jr., Member & Secretary

SEAL