Entered March 19, 1480

## STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION ON ITS OWN MOTION TO CONSIDER ESTABLISHING NON-STANDARD PRORATION UNITS, RIO ARRIBA COUNTY, NEW MEXICO.

> CASE NO. 6787 ORDER NO. R-6287

## ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on February 27, 1980, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 19th day of March, 1980, the Division Director, 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 Division has jurisdiction of this cause and the subject matter thereof.

(2) That Sections 1 through 7 and 18, 19, 30, and 31 of Township 28 North, Range 3 West, Rio Arriba County, New Mexico, are irregular sections resulting from variations in the United States Public Lands Survey.

(3) That, in order to ensure systematic development and thereby prevent waste and protect correlative rights, the Division should establish individual proration units in said sections for wells completed in or to be completed in 160acre and 320-acre spaced gas pools which underlie or may subsequently be developed thereunder.

(4) That the acreage contained in each individual proration unit should be based on the latest official surveys and resurveys accepted by the Federal Bureau of Land Management.

(5) That any non-standard proration unit previously approved for any existing well within said sections and inconsistent with those proposed in this case should be

-2-Case No. 6787 Order No. R-6287

superseded and the non-standard proration unit proposed in this case should be substituted in its stead.

(6) That the effective date of this order and of any non-standard gas proration unit granted hereunder or the supersedure of previously authorized non-standard gas proration units should be April 1, 1980.

## IT IS THEREFORE ORDERED:

(1) That the following non-standard gas proration units are hereby established for 320-acre spaced gas pools currently underlying or subsequently developed under the tracts listed below, Rio Arriba County, New Mexico.

Tract	Acreage	Section(s)	Description
А	334.24	1	lots 1 through 4
		2	and S/2 N/2 lot l and SE/4 NE/4
В	320.02	2	lots 2, 3, and 4, S/2 NW/4 and SW/4 NE/4
		3	lots 1 and 2 and S/2 NE/4
С	325.29	3	lots 3 and 4 and S/2 NW/4
		4	lots 1, 2, and 3, $S/2$ NE/4 and SE/4 NW/4
D	326.65	4 5	lot 4 and SW/4 NW/4 lots 1 through 4 and S/2 N/2
Е	261.51	6	lots 1 through 5, S/2 NE/4, and N/2 SE/4
F	297.73	6 7	lot 6 and S/2 SE/4 lots 1 and 2 and NE/4
G	299.23	7 18	lots 3 and 4 and SE/4 lot 1 and N/2 NE/4
Н	299.11	18	lots 2, 3, and 4, S/2 NE/4, and SE/4

TOWNSHIP 28 NORTH, RANGE 3 WEST, NMPM

-3-Case No. 6787 Order No. R-6287

Tract	Acreage	Section(s)	Description
I	298.82	19	lots 1, 2, and 3, NE/4 and N/2 SE/4
J	299.13	19 30	lot 4 and S/2 SE/4 lots 1 and 2 and NE/4
K	305.05	30 31	lots 3 and 4 and SE/4 lots 1, 2, and 3
L	305.97	31	lots 4, 5, and 6, S/2 NE/4, and SE/4

(2) That the following non-standard gas proration units are hereby established for 160-acre spaced gas pools currently underlying or subsequently developed under the tracts listed below, Rio Arriba County, New Mexico.

Tract	Acreage	Section(s)	Description
A	162.65	1	lots 1, 2, and 3 and S/2 NE/4
В	168.89	1 2	lot 4 and S/2 NW/4 lot 1 and SE/4 NE/4
С	168.24	2	lots 2 and 3, S/2 NW/4, and SW/4 NE/4
D	191.78	2 3	lot 4 lots 1 and 2, S/2 NE/4 and SE/4 NW/4
E	194.85	3	lots 3 and 4 and SW/4 NW/4 lot 1 and S/2 NE/4
		4	
F	195.61	4	lots 2, 3, and 4, and S/2 NW/4 SE/4 NE/4
		5	
G	195.95	5	lots 1, 2, and 3, S/2 NW/4 and SW/4 NE/4

TOWNSHIP 28 NORTH, RANGE 3 WEST, NMPM

-4-Case No. 6787 Order No. R-6287

Tract	Acreage	Section(s)	Description
Н	187.94	5 6	lot 4 lots l through 4 and S/2 NE/4
I	198.21	6	lots 5 and 6 and SE/4
J	198.62	7	lots 1 and 2 and NE/4
К	199.38	7	lots 3 and 4 and SE/4
L	199.62	18	lots l and 2 and NE/4
М	199.34	18	lots 3 and 4 and SE/4
N	199.21	19	lots l and 2 and NE/4
0	199.23	19	lots 3 and 4 and SE/4
Ρ	199.51	30	lots 1 and 2 and NE/4
Q	199.60	30	lots 3 and 4 and SE/4
R	207.57	31	lots l through 4 and S/2 NE/4
S	203.85	31	lots 5 and 6 and SE/4

(3) That Division Administrative Order No. NWU 3-666 granting a 130.53-acre non-standrd Pictured Cliffs gas proration unit to the Jerome P. McHugh Burke Well No. 2 located in lot 2 of said Section 5 is hereby superseded and the non-standard gas proration unit described as Tract G in Order (2) above shall be dedicated to said well. -5-Case No. 6787 Order No. R-6287

(4) That Division Administrative Order No. NWU 3-619 granting a 162.41-acre non-standard Pictured Cliffs gas proration unit to the Jerome P. McHugh Jicarilla 28-3 Well No. 1 located in Unit G of said Section 6 is hereby superseded and the non-standard gas proration unit described as Tract H in Order (2) above shall be dedicated to said well.

(5) That the 199.51-acre non-standard gas proration unit described as Tract P in Order (2) above shall be dedicated to the Southland Royalty Company Jicarilla 449 Well No. 1 located in Unit B of said Section 30.

(6) That the operators of the three wells identified in Orders (3), (4), and (5) above shall on or before June 1, 1980, file revised Division Form C-102s for such wells reflecting the revised dedicated acreage in conformance with this order.

(7) Failure to file such revised Form C-102s shall subject said well(s) to cancellation of their allowable.

IT IS FURTHER ORDERED:

(1) That the effective date of this order and of the non-standard gas proration units created or superseded hereby shall be April 1, 1980.

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

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

> STATE OF NEW MEXICO QIL CONSERVATION DIVISION

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Director

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