Entered August >, 1981

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 7288 Order No. R-6748 NOMENCLATURE

APPLICATION OF SOUTHERN UNION EXPLORATION COMPANY OF TEXAS FOR CONTRACTION OF THE WEST PUERTO CHIQUITO-MANCOS OIL POOL, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on July 2, 1981, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 7th day of August, 1981, 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 the applicant, Southern Union Exploration Company of Texas, seeks the contraction of the West Puerto Chiquito-Mancos Oil Pool by the deletion of Section 36, Township 24 North, Range 1 West, therefrom.
- (3) That the applicant is the owner and operator of the Mobil Federal Well No. 1 located in Unit J of said Section 36.
- (4) That said well is a reentry; was completed in the Gallup formation through perforations from 3845 feet to 4123 feet on June 15, 1979; and is currently designated as a West Puerto Chiquito-Mancos Oil Pool well.
- (5) That the evidence presented at the hearing demonstrated that said Mobil Federal Well No. 1 is completed in a separate

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common source of supply from the West Puerto Chiquito-Mancos Oil Pool.

- (6) That approval of the applicant's request for deletion of said Section 36 from the West Puerto Chiquito-Mancos Oil Pool will not result in waste nor violate correlative rights.
- (7) That the application should be approved and a new pool for Gallup oil production should be created and designated as the Regina-Gallup Oil Pool consisting of the NW/4 SE/4 of Section 36, Township 24 North, Range 1 West, NMPM, Rio Arriba County, New Mexico.

IT IS THEREFORE ORDERED:

- (1) That the West Puerto Chiquito-Mancos Oil Pool, as previously defined and described, is hereby contracted by the deletion therefrom of Section 36, Township 24 North, Range 1 West, NMPM, Rio Arriba County, New Mexico.
- (2) That a new oil pool for Gallup oil production is hereby created and designated the Regina-Gallup Oil Pool consisting of the NW/4 SE/4 of said Section 36.
- (3) That the effective date of this order and the pool contraction and pool creation contained herein shall be August 1, 1981.
- (4) 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 herein-above designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

JOE D. RAMEY

Director

SEAL

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