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. 8560 Order No. R-7957

THE APPLICATION OF THE OIL CONSERVATION DIVISION UPON ITS OWN MOTION FOR AN ORDER ABOLISHING AND EXTENDING CERTAIN EXISTING POOLS IN RIO ARRIBA, SAN JUAN, AND SANDOVAL COUNTIES, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on April 10, 1985, and June 5, 1985, at Santa Fe, New Mexico, before Examiner Gilbert P. Quintana.

NOW, on this <u>12th</u> day of June, 1985, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) There is need for the abolishment of the San Ysidro-Mancos Oil Pool in Sandoval County, New Mexico.

(3) There is need for certain extensions to the Blanco-Mesaverde Pool in Rio Arriba and San Juan Counties, New Mexico, the Counselors Gallup-Dakota Oil Pool, the South Lindrith Gallup-Dakota Oil Pool, the West Lindrith Gallup-Dakota Oil Pool, and the Lybrook-Gallup Oil Pool in Rio Arriba and Sandoval Counties, New Mexico, the Devils Fork-Mesaverde Oil Pool and the Gavilan-Mancos Oil Pool in Rio Arriba County, New Mexico, the Dufers Point Gallup-Dakota Oil Pool in San Juan County, New Mexico, and the Rio Puerco-Mancos Oil Pool in Sandoval County, New Mexico. -2-Case No. 8560 Order No. R-7957

IT IS THEREFORE ORDERED THAT:

(a) The San Ysidro-Mancos Oil Pool in Sandoval County, New Mexico, consisting of the following described area:

> TOWNSHIP 21 NORTH, RANGE 3 WEST, NMPM Section 28: NW/4 NW/4 Section 29: N/2 NE/4 and W/2 Section 30: E/2 E/2 and SW/4 SE/4

is hereby abolished.

(b) The Blanco-Mesaverde Pool in Rio Arriba and San Juan Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 26 NORTH, RANGE 7 WEST, NMPM Section 24: N/2

(c) The Counselors Gallup-Dakota Oil Pool in Rio Arriba and Sandoval Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

> TOWNSHIP 23 NORTH, RANGE 6 WEST, NMPM Section 23: W/2 Section 26: NW/4

(d) The Devils Fork-Mesaverde Oil Pool in Rio Arriba County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

> TOWNSHIP 24 NORTH, RANGE 6 WEST, NMPM Section 7: NE/4 NW/4

(e) The Dufers Point Gallup-Dakota Oil Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

> TOWNSHIP 25 NORTH, RANGE 8 WEST, NMPM Section 8: SE/4

(f) The Gavilan-Mancos Oil Pool in Rio Arriba County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

> TOWNSHIP 24 NORTH, RANGE 2 WEST, NMPM Section 11: E/2

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(g) The South Lindrith Gallup-Dakota Oil Pool in Rio Arriba and Sandoval Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

> TOWNSHIP 23 NORTH, RANGE 4 WEST, NMPM Section 11: S/2 Sections 14 through 16: All Section 18: ₩/2 Section 19: W/2 Section 21: E/2 Section 22: W/2Section 23: Section 27: Section 34: E/2 W/2NW/4 TOWNSHIP 23 NORTH, RANGE 5 WEST, NMPM Section 13: N/2 Section 14: NE/ NE/4

(h) The West Lindrith Gallup-Dakota Oil Pool in Rio Arriba and Sandoval Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 23 NORTH, RANGE 3 WEST, NMPM Section 17: E/2

TOWNSHIP 24 NORTH, RANGE 4 WEST, NMPM Section 9: All Section 16: NW/4

(i) The Lybrook-Gallup Oil Pool in Rio Arriba and Sandoval Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 23 NORTH, RANGE 7 WEST, NMPM Section 26: NE/4 SE/4

(j) The Rio Puerco-Mancos Oil Pool in Sandoval County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP	21	NORTH,	RANGE	3 WI	EST,	NMPM
Sections	28	through	30:	A11		
Sections	32	and 33:	A11			

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IT IS FURTHER ORDERED THAT:

(1) Pursuant to Section 70-2-18, NMSA 1978, 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 Division. 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 Form C-102 dedicating a standard unit to the well or to obtain a non-standard unit approved by the Division within said 60-day period shall subject the well to cancellation of allowable.

(2) The effective date of this order and all abolishments and extensions included herein shall be July 1, 1985.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION 14 ケメ Mam R. L. STAMETS Director

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