

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. 8624
Order No. R-8104

APPLICATION OF CITIES SERVICE OIL
AND GAS CORPORATION FOR POOL
CREATION, POOL CONTRACTION, AND
ASSIGNMENT OF DISCOVERY ALLOWABLE,
LEA COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

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

NOW, on this 16th day of December, 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) The applicant, Cities Service Oil and Gas
Corporation, seeks the contraction of the Corbin-Queen Pool,
the creation of a new Queen oil pool, and the assignment of a
discovery allowable to its Federal "AA" Well No. 1 located 990
feet from the North line and 1980 feet from the East line of
Section 9, Township 18 South, Range 33 East, Lea County, New
Mexico.

(3) Said Federal "AA" Well No. 1 has discovered a new
source of supply in the Queen formation and should be assigned
an oil discovery allowable.

(4) The Corbin-Queen Pool should be contracted by
deletion therefrom of the following described acreage:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM
Section 3: W/2

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Section 4: S/2 NE/4 and SE/4
Section 9: E/2
Section 10: W/2
Section 16: NE/4

(5) A new oil pool for Queen production should be created and designated the Central Corbin-Queen Pool consisting of the following described acreage:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM
Section 3: W/2 SW/4
Section 4: S/2
Section 9: N/2 and SE/4
Section 10: W/2
Section 16: NE/4

(6) The discovery well for said pool, said Federal "AA" Well No. 1 should be assigned an oil discovery allowable in the amount of 21,140 barrels to be produced in addition to the well's regularly assigned allowable during the next 730 days at a rate of approximately 29 barrels per day.

(7) The effective date of this order shall be January 1, 1986.

IT IS THEREFORE ORDERED THAT:

(1) The Corbin-Queen Pool as heretofore defined and described in Lea County, New Mexico, is hereby contracted by the deletion therefrom of the following acreage:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM
Section 3: W/2
Section 4: S/2 NE/4 and SE/4
Section 9: E/2
Section 10: W/2
Section 16: NE/4

(2) A new oil pool for Queen production is hereby created and designated as the Central Corbin-Queen Pool in Lea County with horizontal limits consisting of the following described acreage:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM
Section 3: W/2 SW/4
Section 4: S/2
Section 9: N/2 and SE/4
Section 10: W/2
Section 16: NE/4

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(3) The discovery well for said pool, the Cities Service Oil and Gas Corporation Federal "AA" Well No. 1 located in the NW/4 NE/4 of said Section 9, is hereby assigned an oil discovery allowable in the amount of 21,140 barrels, to be produced in addition to said well's regularly assigned allowable, at the rate of approximately 29 barrels per day during the next 730 days.

(4) The effective date for this order shall be January 1, 1986.

(5) 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
OIL CONSERVATION DIVISION


R. L. STAMETS,
Director

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