STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

CASE NO. 8877 Order No. R-8208

THE APPLICATION OF THE OIL CONSERVATION DIVISION UPON ITS OWN MOTION FOR AN ORDER CREATING AND ASSIGNING A DISCOVERY ALLOWABLE TO A CERTAIN POOL IN SANDOVAL COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on April 16, 1986, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this <u>18th</u> day of April, 1986, 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 creation of a new pool in Sandoval County, New Mexico, for the production of oil from the Mesaverde formation, said pool to bear the designation of San Isidro-Mesaverde Oil Pool. Further, the discovery well for said pool, the Gary-Williams Oil Producer San Isidro 26 Well No. 7 located in Unit G of Section 26, Township 20 North, Range 3 West, is entitled to and should receive a bonus discovery allowable in the amount of 11,360 barrels to be assigned over a two-year period. Said discovery well was completed in the Mesaverde formation on February 14, 1986. The top of the perforations is at 2,272 feet.

IT IS THEREFORE ORDERED THAT:

(a) A new pool in Sandoval County, New Mexico, classified as an oil pool for Mesaverde production is hereby created and designated as the San Isidro-Mesaverde Oil Pool, consisting of the following described area:

TOWNSHIP 20 NORTH, RANGE 3 WEST, NMPM Section 26: SW/4 NE/4

-2-Case 8877 Order No. R-8208

Further, the discovery well for said San Isidro-Mesaverde Oil Pool, being the Gary-Williams Oil Producer San Isidro 26 Well No. 7 located in Unit G of Section 26, Township 20 North, Range 3 West, NMPM, is hereby assigned a bonus discovery allowable in the amount of 11,360 barrels to be produced over a two-year period.

IT IS FURTHER ORDERED THAT:

(1) The effective date of this order and all creations and discovery allowables included herein shall be May 1, 1986.

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

> STATE OF NEW MEXICO OIL CONSERVATION DIVISION

5. 1. Ileinne R. L. STAMETS

Director

SEAL