STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

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

> CASE NO. 9956 Order No. R-9194

THE APPLICATION OF THE OIL CONSERVATION DIVISION UPON ITS OWN MOTION FOR AN ORDER EXTENDING CERTAIN EXISTING POOLS IN LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on May 30, 1990, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this <u>lst</u> day of June, 1990, 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 certain extensions to the Antelope Ridge-Atoka Gas Pool, the East Gem-Morrow Gas Pool, the South Humble City-Strawn Pool, the Kemnitz-Lower Wolfcamp Pool, the Lane-Abo Pool, the South Teague-Abo Pool, the South Tonto-Bone Spring Pool, the Vacuum-Middle Pennsylvanian Pool, the Wantz-Granite Wash Pool, and the North Young-Wolfcamp Pool, all in Lea County, New Mexico.

(3) The effective date of this order and all extensions included herein should be June 1, 1990.

IT IS THEREFORE ORDERED THAT:

(a) The Antelope Ridge-Atoka Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, -2-Case No. 9956 Order No. R-9194

is hereby extended to include therein:

TOWNSHIP 23 SOUTH, RANGE 34 EAST, NMPM Section 22: S/2

(b) The East Gem-Morrow Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 14: W/2 Section 23: NW/4

(c) The South Humble City-Strawn Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 17 SOUTH, RANGE 37 EAST, NMPM Section 14: NW/4

(d) The Kemnitz-Lower Wolfcamp Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

> TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM Section 28: SE/4

(e) The Lane-Abo Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

> TOWNSHIP 10 SOUTH, RANGE 33 EAST, NMPM Section 12: E/2

> TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM Section 7: SW/4

(f) The South Teague-Abo Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPM Section 34: SE/4

(g) The South Tonto-Bone Spring Pool in Lea County, New Mexico, as heretofore classified, defined, and described, -3-Case No. 9956 Order No. R-9194

is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 19: SE/4 Section 20: SW/4

(h) The Vacuum-Middle Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

> TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM Section 13: NE/4

(i) The Wantz-Granite Wash Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM Section 18: NW/4

(j) The North Young-Wolfcamp Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM Section 7: S/2

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. -4-Case No. 9956 Order No. R-9194

(2) The effective date of this order and all extensions included herein shall be June 1, 1990.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION 1 00 WILLIAM J. LEMAN Director

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