

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. 10318
Order No. R-9516

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

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on May 30, 1991, at Santa Fe, New Mexico, before Examiner Jim Morrow.

NOW, on this 3rd day of June, 1991, 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 Bisti-Lower Gallup Oil Pool, the South Bisti-Gallup Oil Pool, and the West Kutz-Pictured Cliffs Pool, all in San Juan County, New Mexico, and the Gavilan-Mancos Oil Pool in Rio Arriba County, New Mexico, and the Lybrook-Gallup Oil Pool in Rio Arriba, Sandoval, and San Juan Counties, New Mexico, and the Papers Wash-Entrada Oil Pool in McKinley County, New Mexico, and the West Lindrith Gallup-Dakota Oil Pool in Rio Arriba and Sandoval Counties, New Mexico.

(3) The effective date of this order and all extensions included herein should be June 1, 1991.

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IT IS THEREFORE ORDERED THAT:

(a) The Bisti-Lower Gallup Oil Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 24 NORTH, RANGE 11 WEST, NMPM
Section 5: N/2 NE/4

TOWNSHIP 25 NORTH, RANGE 11 WEST, NMPM
Section 34: NE/4

TOWNSHIP 25 NORTH, RANGE 13 WEST, NMPM
Section 1: SW/4
Section 2: SE/4
Section 11: NE/4
Section 12: NW/4

TOWNSHIP 26 NORTH, RANGE 13 WEST, NMPM
Section 29: SE/4 and S/2 SW/4
Section 30: S/2
Section 31: NE/4
Section 32: N/2

(b) The South Bisti-Gallup Oil Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 23 NORTH, RANGE 10 WEST, NMPM
Section 6: E/2 SW/4 and W/2 SE/4

(c) 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 5: W/2
Section 6: E/2
Section 8: E/2
Section 9: All
Section 10: W/2

TOWNSHIP 25 NORTH, RANGE 2 WEST, NMPM
Section 31: All
Section 32: W/2

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(d) The West Kutz-Pictured Cliffs Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 29 NORTH, RANGE 12 WEST, NMPM
Section 17: W/2
Section 20: NW/4

(e) 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 24 NORTH, RANGE 3 WEST, NMPM
Section 1: NE/4

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

TOWNSHIP 23 NORTH, RANGE 6 WEST, NMPM
Section 18: SE/4

TOWNSHIP 24 NORTH, RANGE 7 WEST, NMPM
Section 30: N/2 S/2

TOWNSHIP 24 NORTH, RANGE 8 WEST, NMPM
Section 25: SE/4 NE/4, NE/4 NW/4,
and NE/4 SE/4

(g) The Papers Wash-Entrada Oil Pool in McKinley County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 19 NORTH, RANGE 5 WEST, NMPM
Section 16: SE/4 NE/4

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

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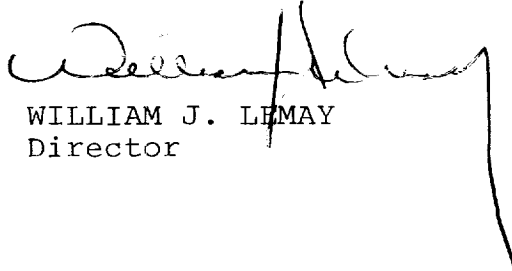
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this order in which to file new Forms C-102 dedicating a standard unit for the pool to said well, or to obtain a non-standard unit approved by the Division. Pending such compliance, the well shall receive a maximum allowable in the same proportion 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 extensions included herein shall be June 1, 1991.

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

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



WILLIAM J. LEMAY
Director

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