

Entered July 11, 1958
A.L.P.

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 1461
Order No. R-1212

APPLICATION OF A. A. GREER, ET AL.,
FOR AN ORDER GRANTING SPECIAL ALLOWABLES
FOR CERTAIN WELLS IN THE AZTEC-PICTURED
CLIFFS POOL AND FULCHER KUTZ-PICTURED
CLIFFS POOL IN SAN JUAN COUNTY, NEW MEXICO,
IN EXCEPTION TO THE SPECIAL RULES AND
REGULATIONS FOR SAID POOLS.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 28, 1958, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 11th day of July, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Elvis A. Utz, and being fully advised in the premises,

FINDS:

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

(2) That the applicants are the owners and operators of the following-described wells:

<u>Owner & Operator</u>	<u>Well Name & Location</u>	<u>Pool</u>
Greer, A. A.	Thompson No. 1 - SE/4 SW/4 Sec. 10, T-30N-R11W	Aztec-Pictured Cliffs
BMNS Co.	Brown No. 1 - NE/4 SE/4 Sec. 30, T-30N-R12W	Fulcher Kutz- Pictured Cliffs
BMNS Co.	Brown No. 2 - SW/4 SW/4 Sec. 29, T-30N-R12W	Fulcher Kutz- Pictured Cliffs
BMNS Co.	Wyper No. 2 - SW/4 SE/4 Sec. 29, T-30N-R-12W	Fulcher Kutz- Pictured Cliffs
Krause, Geo. H.	Krause Beck No. 1 - NW/4 SE/4 Sec. 10, T-29N-R-12W	Fulcher Kutz- Pictured Cliffs

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<u>Owner & Operator</u>	<u>Well Name & Location</u>	<u>Pool</u>
MSBW Co.	McCarty No. 1 - SW/4 SW/4 Sec. 28, T-30N-R12W	Fulcher Kutz- Pictured Cliffs
MSBW Co.	Montano No. 1 - SE/4 SW/4 Sec. 28, T-30N-R12W	Fulcher Kutz- Pictured Cliffs
MSBW Co.	Palmer No. 1 - SW/4 SE/4 Sec. 28, T-30N-R12W	Fulcher Kutz- Pictured Cliffs

all in San Juan County, New Mexico.

(3) That all of the above-described wells were drilled prior to June 22, 1948, on which date Order No. 748 was entered by the Commission changing the drilling and spacing units for gas wells from 40 acres to 160 acres.

(4) That it is not possible to dedicate 160 acres to each of the above-described wells.

(5) That the applicants in this case seek an order granting the above-described wells an acreage factor for allowable purposes of one (1.0) in exception to the Special Rules and Regulations for the Aztec-Pictured Cliffs Pool and Fulcher Kutz-Pictured Cliffs Pool, on the grounds that said wells were drilled at a time when it was legal to drill gas wells on a 40-acre spacing pattern.

(6) That the applicants are not entitled to the relief sought on the grounds stated above.

(7) That the preponderance of the evidence presented in this case indicates that the above-described wells will be prematurely abandoned, thereby causing waste, unless they are granted an exception to the proration formulae set forth in the Special Rules and Regulations for the Aztec-Pictured Cliffs Pool and Fulcher Kutz-Pictured Cliffs Pool.

(8) That in order to prevent premature abandonment and resulting waste, the above-described wells should be assigned an allowable equal to their capacity to produce or 1500 MCF per month, whichever is less.

IT IS THEREFORE ORDERED:

(1) That the application of A. A. Greer et al. for an order granting the following-described wells an acreage factor for allowable purposes of one (1.0) be and the same is hereby denied:

<u>Owner & Operator</u>	<u>Well Name & Location</u>	<u>Pool</u>
Greer, A. A.	Thompson No. 1 - SE/4 SW/4 Sec. 10, T-30N-R11W	Aztec-Pictured Cliffs
BMNS Co.	Brown No. 1 - NE/4 SE/4 Sec. 30, T-30N-R12W	Fulcher Kutz- Pictured Cliffs

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<u>Owner & Operator</u>	<u>Well Name & Location</u>	<u>Pool</u>
BMNS Co.	Brown No. 2 - SW/4 SW/4 Sec. 29, T-30N-R12W	Fulcher Kutz- Pictured Cliffs
BMNS Co.	Wyper No. 2 - SW/4 SE/4 Sec. 29, T-30N-R12W	Fulcher Kutz- Pictured Cliffs
Krause, Geo. H.	Krause Beck No. 1 - NW/4 SE/4 Sec. 10, T-29N-R12W	Fulcher Kutz- Pictured Cliffs
MSBW Co.	MCarty No. 1 - SW/4 SW/4 Sec. 28, T-30N-R12W	Fulcher Kutz- Pictured Cliffs
MSBW Co.	Montano No. 1 - SE/4 SW/4 Sec. 28, T-30N-R12W	Fulcher Kutz- Pictured Cliffs
MSBW Co.	Palmer No. 1 - SW/4 SE/4 Sec. 28, T-30N-R12W	Fulcher Kutz- Pictured Cliffs

(2) That the above-described wells shall be assigned an allowable equal to their capacity to produce or 1500 MCF per month, whichever is less.

DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman



MURRAY E. MORGAN, Member



A. L. PORTER, Jr., Member & Secretary

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