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. 1616 Order No. R-1357

Entered March 31, 1959

APPLICATION OF THE OIL CONSERVATION COMMISSION ON ITS OWN MOTION TO CONSIDER THE RECLASSIFICATION OF THE ANGELS PEAK-GALLUP POOL IN SAN JUAN COUNTY, NEW MEXICO, FROM A GAS POOL TO AN OIL POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on March 18, 1959, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 20th., day of March, 1959, the Commission, a quorum being present, having considered the application and the evidence adduced 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 evidence presented indicates there is more likelihood that the Angels Peak-Gallup Pool in San Juan County, New Mexico, is an oil pool rather than a gas pool.

(3) That unrestricted gas production from said Angels Peak-Gallup Pool will result in waste.

(4) That the Angels Peak-Gallup Pool should be reclassified as an oil pool and produced accordingly with a depth factor for proration purposes of 1.77.

(5) That non-standard oil well locations should be approved for all wells heretofore drilled in said Angels Peak-Gallup Pool on unorthodox oil-well locations.

(6) That the effective date of this order should be April 1, 1959.

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IT IS THEREFORE ORDERED:

(1) That the Angels Peak-Gallup Pool in San Juan County, New Mexico, be and the same is hereby reclassified as an oil pool effective April 1, 1959, with a depth factor for proration purposes of 1.77.

(2) That non-standard oil well locations be and the same are hereby approved for all such wells in said pool as were drilled or were drilling on unorthodox oil-well locations prior to March 18, 1959.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION John Burrougha

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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

SEAL