Entered October 18, 1424 Jack

## STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION ON ITS OWN MOTION FOR THE PURPOSE OF CONSIDERING THE AMENDMENT OF DIVISION ORDER NO. R-1670-T.

> CASE NO. 6691 Order No. R-1670-T-B

## ORDER OF THE DIVISION

## BY THE DIVISION:

This cause came on for hearing at 9 a.m. on October 2, 1979, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>18th</u> day of October, 1979, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

## FINDS:

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

(2) That an amended well test procedure should be adopted for the Blanco Mesaverde Pool, Rio Arriba and San Juan Counties, New Mexico, in order to permit the assignment of more appropriate allowables to proration units following completion of a second or "infill" well thereon.

(3) That such test procedure should be established by amending the Special Rules and Regulations for the Blanco Mesaverde Pool, as promulgated by Division Order No. R-1670 and as amended by Division Orders Nos. R-1670-T and R-1670-T-A, to include the following Special Rule 10(D):

RULE 10 (D). Within ninety (90) days after gas from the second well on the unit is first delivered to a gas transportation facility, both wells on the unit shall have been tested in accordance with "Gas Well Testing Rules and Procedures - San Juan Basin, New Mexico" and the results of the test filed with the Division's Aztec office and with the gas transportation facility to which the well is connected. If a test for the current test -2-Case No. 6691 Order No. R-1670-T-B

> period has previously been filed for the first well on the unit, a second test of said well will not be required. Both tests will be treated as Initial Tests for purposes of assigning allowables to the unit. This rule shall apply to newly completed wells.

IT IS THEREFORE ORDERED:

(1) That the Special Rules and Regulations for the Blanco Mesaverde Pool as promulgated by Division Order No. R-1670 and amended by Division Orders Nos. R-1670-T and R-1670-T-A are hereby amended by the addition of the following Special Rule 10(D):

RULE 10 (D). Within ninety (90) days after gas from the second well on the unit is first delivered to a gas transportation facility, both wells on the unit shall have been tested in accordance with "Gas Well Testing Rules and Procedures - San Juan Basin, New Mexico" and the results of the test filed with the Division's Aztec office and with the gas transportation facility to which the well is connected. If a test for the current test period has previously been filed for the first well on the unit, a second test of said well will not be required. Both tests will be treated as Initial Tests for purposes of assigning allowables to the unit. This rule shall apply to newly completed wells.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION 147 ¥Cën JOE D. RAMEY Director

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