BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

CASE NO. 566 Order No. R-357

THE APPLICATION OF BLACKWOOD AND NICHOLS COMPANY FOR AN ORDER POOLING PROPERTIES IN THE W/2 OF SECTION 17, E/2 OF SECTION 18, E/2 SECTION 19, AND W/2 of SECTION 20, IN TOWNSHIP 30 NORTH, RANGE 7 WEST, INTO FOUR SINGLE DRILLING AND PRORATION UNITS CONTAINING 320 ACRES EACH.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This matter came on regularly for hearing on August 20, 1953, at 9:00 a.m., at Santa Fe, New Mexico before the Oil Conservation Commission of New Mexico, hereinafter called the "Commission".

NOW, on this 28th day of August, 1953, the Commission having considered the testimony adduced and exhibits received at said hearing, 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 applicant, together with others, is the owner of the entire working interest under oil and gas leases covering the E/2 of Section 18 and E/2 of Section 19, Township 30 North, Range 7 West, San Juan and Rio Arriba Counties, New Mexico.

(3) That applicant, together with others, is the owner of the working interest under oil and gas leases covering the W/2 of Section 17 and the W/2 of Section 20, Township 30 North, Range 7 West, Rio Arriba County, New Mexico, except Lots 6 and 7 in Section 17 and Lots 1 and 2 in Section 20 of said Township and Range.

(4) That all of said above described property is situated within the Blanco (Mesa Verde) pool as designated by the Commission.

(5) By its Order No. R-110 the Commission established a uniform spacing plan for the Blanco (Mesa Verde) pool. Such plan provides for drilling units of not less than 320 acres of land in the shape of a rectangle, wells to be located 330 feet from the center of either the NE/4 or SW/4 of each section.

(6) By its Order No. R-110, the Commission established proration units of 320 acres each for the Blanco (Mesa Verde) pool.

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(7) All owners of the working interest and all owners of the royalty interests underlying the tracts described in Sections 18 and 19, Township 30 North, Range 7 West, have agreed to the pooling of their properties into drilling and proration units in conformity with Order No. R-ll0, except owners of certain royalty interests underlying patented tracts in the E/2 of Section 18 and E/2 of Section 19 of said Township and Range, who have refused to pool said royalty interests.

(8) All owners of the working interests except owners of Lots 6 and 7 in Section 17 and Lots 1 and 2 in Section 20 and all owners of the royalty interests underlying patented tracts in the W/2 of Section 17 and the W/2 of Section 20 have agreed to the pooling of their properties into drilling and proration units in conformity with Order No. R-ll0. Owners who have not pooled said interests voluntarily have refused to do so.

(9) Unless the application is granted applicant will be deprived of its opportunity to recover its just and equitable share of the oil or gas, or both in and under the tracts here involved by reason of a uniform spacing plan heretofore adopted by the Commission.

(10) No persons affected by said Order who have refused to voluntarily pool their tracts have appeared.

IT IS THEREFORE ORDERED:

That in accordance with Section 13 (c) of Chapter 168, Laws of 1949, the following described properties are hereby pooled to constitute four separate drilling and proration units in conformance with Order No. R-110 heretofore entered by this Commission.

- 1. W/2 Section 17, Township 30 North, Range 7 West.
- 2. E/2 Section 18, Township 30 North, Range 7 West.
- 3. E/2 Section 19, Township 30 North, Range 7 West.
- 4. W/2 Section 20, Township 30 North, Range 7 West.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

E. S. WALKER, Member

R. R. SPURRIER, Secretary

SEAL