

Entered June 18, 1970
A.S.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. 4352
Order No. R-3981
NOMENCLATURE

APPLICATION OF JACK L. McCLELLAN
FOR THE CREATION OF A NEW GAS POOL
OR, IN THE ALTERNATIVE, THE ESTAB-
LISHMENT OF POOL RULES FOR TWO
EXISTING POOLS, CHAVES AND LEA
COUNTIES, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 13, 1970,
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 18th day of June, 1970, the Commission, a
quorum being present, 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 Commission has jurisdiction of this cause and the subject
matter thereof.

(2) That the applicant, Jack L. McClellan, is the owner
and operator of certain wells in and near the Double L-Queen and
Sulimar-Queen Pools, Chaves and Lea County, New Mexico.

(3) That the applicant seeks the creation of a new gas pool
for Queen production in Chaves County, New Mexico, comprising the

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following-described acreage:

TOWNSHIP 15 SOUTH, RANGE 29 EAST, NMPM

Section 11: SE/4

Section 12: SW/4

Section 13: NW/4

Section 14: E/2

Section 23: NE/4 and SW/4

(4) That in the event the Commission finds a new gas pool has not been discovered, applicant seeks, as an alternative, the promulgation of special rules for said Sulimar-Queen and Double L-Queen Pools as separate or as consolidated pools, including provisions for the classification of oil and gas wells, spacing and well location requirements for oil and gas wells, and an allocation formula for withdrawals by oil and gas wells.

(5) That the evidence presently available indicates that the Jack L. McClellan Lisa "B" Federal Well No. 1, located 660 feet from the North line and 660 feet from the West line of Section 13, Township 15 South, Range 29 East, NMPM, Chaves County, New Mexico, having its top perforations at 1959 feet, has discovered a separate common source of supply which should be designated the Suble-Queen Gas Pool; that the vertical limits of said pool should be the Queen formation; and that the horizontal limits of said pool should be the SW/4 of Section 12 and the NW/4 of Section 13, Township 15 South, Range 29 East, NMPM, Chaves County, New Mexico.

(6) That if the casinghead gas from said Sulimar-Queen and Double L-Queen Pools is not being marketed at the end of 90 days from the date of this order, the Commission should on its own motion set a hearing to permit all operators in said pools to appear and show cause why the venting or flaring of said casinghead gas should not be prohibited.

IT IS THEREFORE ORDERED:

(1) That a new pool in Chaves County, New Mexico, classified as a gas pool for Queen production, is hereby created and designated as the Suble-Queen Gas Pool, with vertical limits comprising the Queen formation, and the horizontal limits consisting of the

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following-described area:

TOWNSHIP 15 SOUTH, RANGE 29 EAST, NMPM

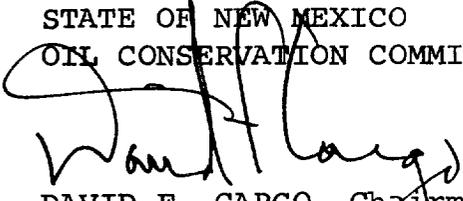
Section 12: SW/4

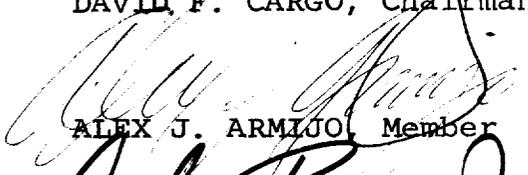
Section 13: NW/4

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

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


DAVID F. CARGO, Chairman


ALEX J. ARMIJO, Member


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

S E A L

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