Entered July 15, 1970

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. 4373 Order No. R-3994 NOMENCLATURE

APPLICATION OF BENSON-MONTIN-GREER DRILLING CORPORATION FOR POOL RE-DELINEATION, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on July 1, 1970, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>15th</u> day of July, 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, Benson-Montin-Greer Drilling Corporation, seeks the redelineation of certain pool boundaries to include the contraction of the East Puerto Chiquito-Mancos Oil Pool, Rio Arriba County, New Mexico, by the deletion therefrom of the following-described area:

TOWNSHIP	25	NORTH,	RANGE	1	EAST,	NMPM	
Section	4:	W/2					
Section	5:	A11					
Section	8:	A11					
Section	9:	W/2					
Section	17:	A11					
Section	20:	A11					
Section	29:	₩/2					

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TOWNSHIP 26 NORTH, RANGE 1 EAST, NMPM Section 20: W/2 Section 29: All Section 32: All Section 33: W/2

and the extension of the West Puerto Chiquito-Mancos Oil Pool, Rio Arriba County, New Mexico, to include all of the acreage described above and additional acreage in said county, as follows:

> TOWNSHIP 24 NORTH, RANGE 1 WEST, NMPM Sections 1 through 36: All TOWNSHIP 24 NORTH, RANGE 1 EAST, NMPM Sections 6 and 7: All Section 8: W/2 Section 17: W/2 Sections 18 and 19: All Section 20: W/2 Section 30: All

(3) That the East Puerto Chiquito-Mancos Oil Pool should be contracted as requested by the applicant.

(4) That the West Puerto Chiquito-Mancos Oil Pool should be extended as requested by the applicant.

(5) That the deletion and extensions as described in Finding(2) above will not violate correlative rights nor cause waste.

IT IS THEREFORE ORDERED:

(1) That the horizontal limits of the East Puerto Chiquito-Mancos Oil Pool, Rio Arriba County, New Mexico, are hereby contracted by the deletion therefrom of the following-described area:

TOWNSHIP	25	NORTH,	RANGE	1	EAST,	NMPM
Section	4:	W/2				
Section	5:	A11				
Section	8:	A11				
Section	9:	W/2				
Section	17:	A11				
Section	20:	A11				
Section	29 :	₩/2				

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TOWNSHIP 26 NORTH, RANGE 1 EAST, NMPM Section 20: W/2 Section 29: All Section 32: All Section 33: W/2

(2) That the horizontal limits of the West Puerto Chiquito-Mancos Oil Pool, Rio Arriba County, New Mexico, are hereby extended to include therein the following-described area:

> TOWNSHIP 24 NORTH, RANGE 1 WEST, NMPM Sections 1 through 36: All TOWNSHIP 24 NORTH, RANGE 1 EAST, NMPM Sections 6 and 7: All Section 8: W/2Section 17: W/2Sections 18 and 19: All Section 20: W/2Section 30: All TOWNSHIP 25 NORTH, RANGE 1 EAST, NMPM Section 4: W/2Section 5: All Section 8: All Section 9: W/2Section 17: All Section 20: All Section 29: W/2 TOWNSHIP 26 NORTH, RANGE 1 EAST, NMPM Section 20: W/2Section 29: All Section 32: All Section 33: W/2

(3) That the location of any well which, by virtue of this extension, is presently drilling to or completed in the West Puerto Chiquito-Mancos Oil Pool or in the Niobrara member of the Mancos shale within one mile thereof is hereby approved; that the operator of any such well having an unorthodox location shall notify the Aztec District Office of the Commission in writing of the name and location of the well on or before August 1, 1970.

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That, pursuant to Section 65-3-14.5, NMSA 1953, con-(4) tained in Chapter 271, Laws of 1969, any well which, by virtue of this extension, is subject to the West Puerto Chiquito-Mancos Oil Pool rules providing for 320-acre spacing or proration units, shall have 60 days from the effective date of this order in which to file new Forms C-102 dedicating 320 acres to said well or to obtain a non-standard unit approved by the Commission. Pending such compliance, the well shall receive a maximum allowable in the same proportion to a standard allowable for the pool that the acreage dedicated to the well bears to a standard unit for the pool. Failure to file Forms C-102 dedicating a standard unit to the well or to obtain a non-standard unit approved by the Commission within said 60-day period shall subject the well to cancellation of allowable.

(5) That this order shall become effective August 1, 1970.

That jurisdiction of this cause is retained for the (6) 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

(CIF 1. C.M. ALEX J. ARMIJO, Member Later A. L. PORTER, Jr., Member & Secretary

SEAL

esr/