Entered Ming 24, 1971 Q. J.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. 4542 Order No. R-4146

THE APPLICATION OF THE OIL CONSERVATION COMMISSION UPON ITS OWN MOTION FOR AN ORDER CREATING AND EXTENDING CERTAIN POOLS IN CHAVES, EDDY, AND LEA COUNTIES, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9:00 a.m. on May 19, 1971, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>24th</u> day of May, 1971, 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 there is need for the creation of a new oil pool in Lea County, New Mexico, for the production of oil from the Blinebry formation, said pool to bear the designation of West Warren-Blinebry Pool. Said West Warren-Blinebry Pool was discovered by the Continental Oil Company Semu Permian Well No. 21, located in Unit O of Section 19, Township 20 South, Range 38 East, NMPM. It was completed in the Blinebry formation on October 23, 1969. The top of the perforations is at 5833 feet.

(3) That there is need for certain extensions to the Buffalo Valley-Pennsylvanian Gas Pool in Chaves County, New Mexico, the Atoka-San Andres Pool, the South Carlsbad-Morrow Gas Pool, and the Eagle Creek-San Andres Pool, all in Eddy County, -2-CASE NO. 4542 Order No. R-4146

New Mexico, the South Corbin-Morrow Gas Pool, the Maljamar Grayburg-San Andres Pool, the Vacuum-Abo Reef Pool, the Vada-Pennsylvanian Pool, and the Warren-Drinkard Pool, all in Lea County, New Mexico.

IT IS THEREFORE ORDERED:

(a) That a new pool in Lea County, New Mexico, classified as an oil pool for Blinebry production, is hereby created and designated as the West Warren-Blinebry Pool, consisting of the following described area:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM SECTION 19: SE/4

(b) That the Atoka-San Andres Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 18	SOUTH,	RANGE	26	EAST,	NMPM
SECTION 13:					
SECTION 24:	NW/4	NW/4			

(c) That the Buffalo Valley-Pennsylvanian Gas Pool in Chaves County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

> TOWNSHIP 15 SOUTH, RANGE 28 EAST, NMPM SECTION 6: E/2

(d) That the South Carlsbad-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

> TOWNSHIP 23 SOUTH, RANGE 26 EAST, NMPM SECTION 12: S/2

(e) That the South Corbin-Morrow Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

> TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM SECTION 32: N/2

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(f) That the Eagle Creek-San Andres Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 17 SOUTH, RANGE 25 EAST, NMPM SECTION 14: SW/4 NE/4

(g) That the Maljamar Grayburg-San Andres Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 16 SOUTH, RANGE 32 EAST, NMPM SECTION 33: S/2 SECTION 34: SW/4

(h) That the Vacuum-Abo Reef Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 17 SOUTH, RANGE 36 EAST, NMPM SECTION 19: N/2 NW/4

(i) That the Vada-Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 9	SOUTH,	RANGE	34	EAST,	NMPM
SECTION 1:	W/2				
SECTION 2:	NE/4				
SECTION 3:	NW/4				
SECTION 4:	E/2				
SECTION 9:	NE/4				

(j) That the Warren-Drinkard Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP	20	SOUTH,	RANGE	38	EAST,	NMPM
SECTION	20:	SW/4				
SECTION	29:	N/2				

IT IS FURTHER ORDERED:

(1) That, pursuant to Section 65-3-14.5, NMSA 1953, contained in Chapter 271, Laws of 1969, any well which, by virtue of any of the above pool extensions, is subject to pool rules -4-CASE NO. 4542 Order No. R-4146

providing for spacing or proration units larger than the one which is presently dedicated thereto, shall have 60 days from the effective date of this order in which to file new Forms C-102 dedicating a standard unit for the pool 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.

(2)That the effective date of this order and all creations and extensions included herein shall be June 1, 1971.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

BRUCE KING, Chairman

ARMIJO, Member ALEX J.

PORTER, Jr., Member & Secretary L. Α.

SEAL

dr/