

Entered July 16, 1971

W.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. 4567
Order No. R-4167

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

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9:00 a.m. on July 14, 1971, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 16th day of July, 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 gas pool in Eddy County, New Mexico, for the production of gas from the Morrow formation, said pool to bear the designation of Sand Dunes-Morrow Gas Pool. Said Sand Dunes-Morrow Gas Pool was discovered by the Texas American Oil Corporation Todd 36 State Well No. 1, located in Unit F of Section 36, Township 23 South, Range 31 East, NMPM. It was completed in the Morrow formation on March 18, 1971. The top of the perforations is at 14,862 feet.

(3) That there is need for the contraction of the Red Lake Pool in Eddy County, New Mexico, by the deletion of certain acreage in order that said deleted acreage may be placed in the Atoka-San Andres Pool at the operator's request.

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(4) That there is need for certain extensions to the Buffalo Valley-Pennsylvanian Gas Pool and the Haystack-Cisco Gas Pool, both in Chaves County, New Mexico, the Atoka-San Andres Pool and the Eagle Creek-San Andres Pool, both in Eddy County, New Mexico, the Southwest Gladiola-Devonian Pool in Lea County, New Mexico, and the Vada-Pennsylvanian Pool in Lea and Roosevelt Counties, New Mexico.

IT IS THEREFORE ORDERED:

(a) That a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production, is hereby created and designated as the Sand Dunes-Morrow Gas Pool, consisting of the following described area:

TOWNSHIP 23 SOUTH, RANGE 31 EAST, NMPM
Section 36: W/2

(b) That the Red Lake Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby contracted by the deletion of the following described area:

TOWNSHIP 18 SOUTH, RANGE 27 EAST, NMPM
Section 18: SW/4 NW/4

(c) 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: S/2 SE/4

TOWNSHIP 18 SOUTH, RANGE 27 EAST, NMPM
Section 18: SW/4 NW/4 and NW/4 SW/4

(d) 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 27 EAST, NMPM
Section 12: E/2

(e) That the Eagle Creek-San Andres Pool in Eddy County, New Mexico, as heretofore classified, defined, and described,

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is hereby extended to include therein:

TOWNSHIP 17 SOUTH, RANGE 25 EAST, NMPM

Section 14: SE/4 NW/4 and SE/4 NE/4
Section 22: W/2 NE/4
Section 23: W/2 SW/4
Section 26: N/2 NW/4
Section 27: NE/4 NE/4

(f) That the Southwest Gladiola-Devonian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 12 SOUTH, RANGE 37 EAST, NMPM

Section 26: N/2

(g) That the Haystack-Cisco Gas Pool in Chaves County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 6 SOUTH, RANGE 27 EAST, NMPM

Section 28: All

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

TOWNSHIP 8 SOUTH, RANGE 35 EAST, NMPM

Section 32: SW/4

TOWNSHIP 9 SOUTH, RANGE 34 EAST, NMPM

Section 3: SE/4
Section 4: NW/4

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 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

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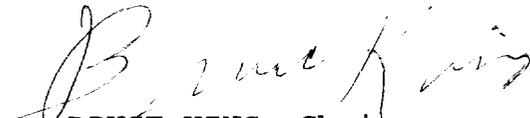
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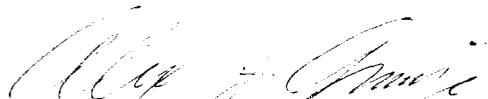
compliance, the well shall receive a maximum allowable in the same proportion to a standard allowable for the pool that the acreage dedicated to the well bears to a standard unit for the pool. Failure to file Forms C-102 dedicating a standard unit to the well or to obtain a non-standard unit approved 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, contractions, and extensions included herein shall be August 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


ALEX J. ARMIÑO, Member


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

S E A L

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