

*Entered November 16, 1974  
A.L.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. 5361  
Order No. R-4915

THE APPLICATION OF THE OIL CONSERVATION  
COMMISSION UPON ITS OWN MOTION FOR AN  
ORDER CREATING 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 November 13, 1974, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 26th day of November, 1974, 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 Seven Rivers formation, said pool to bear the designation of Leaco-Seven Rivers Pool. Further, that the discovery well for said pool, the Sam K. Viersen Laney Well No. 4, located in Unit O of Section 30, Township 18 South, Range 39 East, NMPM, is entitled to and should receive a bonus allowable in the amount of 18,920 barrels to be assigned over a two-year period. Said discovery well was completed in the Seven Rivers formation on September 8, 1974. The top of the perforations is at 3784 feet.

(3) That there is need for the creation of a new gas pool in Lea County, New Mexico, for the production of gas from the McKee formation, said pool to bear the designation of Crosby-McKee Gas Pool. Said Crosby-McKee Gas Pool was discovered by the Union Texas Petroleum Corporation Crosby Deep Well No. 3, located in Unit J of Section 33, Township 25 South, Range 37 East, NMPM. It was completed in the McKee formation on August 14, 1974. The top of the perforations is at 9641 feet.

(4) That there is need for certain extensions to the Vest Ranch-Queen Pool in Chaves County, New Mexico, the Burton Flat-Morrow Gas Pool and the South Carlsbad-Morrow Gas Pool, both in Eddy County, New Mexico, the Crosby-Fusselman Pool, the Sawyer-San Andres Gas Pool, and the West Sawyer-San Andres Pool, all in Lea County, New Mexico, and the Northwest Todd-San Andres Associated Pool in Roosevelt County, New Mexico.

IT IS THEREFORE ORDERED:

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

TOWNSHIP 18 SOUTH, RANGE 39 EAST, NMPM  
SECTION 30: SE/4

That 18,920 barrels of oil discovery allowable is hereby assigned to the discovery well for said pool, the Sam K. Viersen Laney Well No. 4, located in Unit 0 of said Section 30. That such oil discovery allowable shall be assigned in addition to the regular allowable assigned to said well at the rate of 26 barrels per day.

(b) That a new pool in Lea County, New Mexico, classified as a gas pool for McKee production, is hereby created and designated as the Crosby-McKee Gas Pool, consisting of the following described area:

TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM  
SECTION 33: All

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

TOWNSHIP 20 SOUTH, RANGE 28 EAST, NMPM  
SECTION 11: E/2  
SECTION 14: All  
SECTION 22: All  
SECTION 23: All

TOWNSHIP 21 SOUTH, RANGE 26 EAST, NMPM  
SECTION 12: N/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 22 SOUTH, RANGE 26 EAST, NMPM  
SECTION 13: S/2  
SECTION 24: All

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SECTION 25: N/2  
SECTION 34: W/2  
SECTION 36: E/2

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM

SECTION 19: N/2  
SECTION 29: W/2

TOWNSHIP 23 SOUTH, RANGE 26 EAST, NMPM

SECTION 1: E/2  
SECTION 3: N/2  
SECTION 13: All  
SECTION 14: All  
SECTION 21: E/2  
SECTION 22: S/2  
SECTION 23: All  
SECTION 24: All  
SECTION 26: All  
SECTION 27: All  
SECTION 35: All

TOWNSHIP 23 SOUTH, RANGE 27 EAST, NMPM

SECTION 3: W/2  
SECTION 4: All  
SECTION 5: All  
SECTION 8: W/2  
SECTION 17: All  
SECTION 19: N/2  
SECTION 20: N/2

TOWNSHIP 24 SOUTH, RANGE 26 EAST, NMPM

SECTION 2: All  
SECTION 3: E/2  
SECTION 10: E/2

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

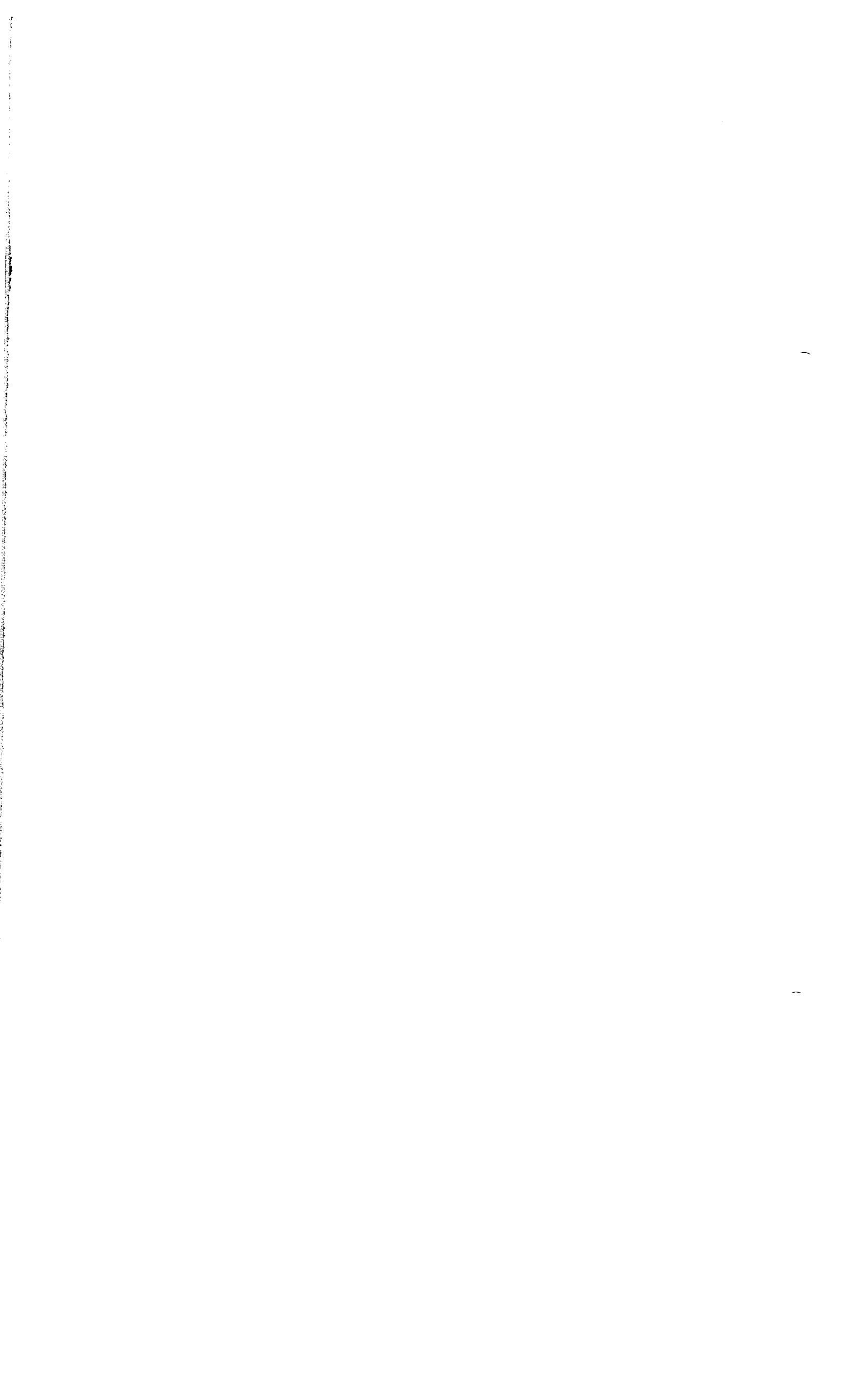
TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM

SECTION 33: S/2

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

TOWNSHIP 9 SOUTH, RANGE 38 EAST, NMPM

SECTION 16: W/2  
SECTION 21: NW/4



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

TOWNSHIP 9 SOUTH, RANGE 37 EAST, NMPM  
SECTION 23: SE/4

(h) That the Northwest Todd-San Andres Associated Pool in Roosevelt County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 7 SOUTH, RANGE 35 EAST, NMPM  
SECTION 16: NW/4  
SECTION 17: N/2

(i) That the Vest Ranch-Queen Pool in Chaves County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 14 SOUTH, RANGE 30 EAST, NMPM  
SECTION 16: NE/4

IT IS FURTHER ORDERED:

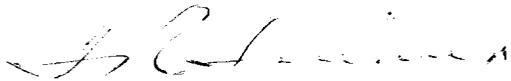
(1) That, pursuant to Section 65-3-14.5, NMSA 1953, contained in Chapter 271, Laws of 1969, any well which, by virtue of any of the above pool extensions, is subject to pool rules providing for spacing or proration units larger than the one which is presently dedicated thereto, shall have 60 days from 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 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 December 1, 1974.

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DONE at Santa Fe, New Mexico, on the day and year herein-  
above designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

  
I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member

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

S E A L

jr/