Entered June 14, 1977

## 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. 5821 DE NOVO Order No. R-5339-B

APPLICATION OF BLACKWOOD AND NICHOLS CO., LTD., FOR A HEARING DE NOVO, SAN JUAN COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

## BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 23, 1977, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 14th day of June, 1977, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, 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 in Case 5821, by its Order No. R-5339, Paragraph (i), the Commission created and defined the Navajo City-Chacra Pool in Township 30 North, Range 8 West, NMPM, San Juan County, New Mexico.

(3) That in Case 5821, by its Order No. R-5339, Paragraph (j), the Commission created and defined the Animas-Chacra Pool in Township 31 North, Range 10 West, San Juan County, New Mexico.

(4) That said Commission Order No. R-5339 was entered on the 25th day of January, 1977, with an effective date of February 1, 1977.

(5) That on February 10, 1977, the applicant, Blackwood & Nichols Co., Ltd., submitted an application for a hearing <u>de novo</u> on said Paragraphs (i) and (j) of said Case 5821 and Order No. R-5339.

(6) That said application was timely filed and was set for hearing.

-2-Case No. 5821 De Novo Order No. R-5339-B

(7) That at the time of creation of said Navajo City-Chacra Pool and said Animas-Chacra Pool a Commission-called committee was studying pool limits around and within the area of said pools.

(8) That said Navajo City-Chacra Pool and said Animas-Chacra Pool should not have been created or defined until after said Committee had concluded its study and made its recommendations to the Commission.

(9) That said Paragraphs (i) and (j) of said Commission Order No. R-5339, as amended, should be deleted.

(10) That such deletion will not violate correlative rights nor result in waste.

## IT IS THEREFORE ORDERED:

(1) That effective January 23, 1977, Paragraphs (i) and (j) of Commission Order No. R-5339, as amended, are hereby deleted.

(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 Tuccio

PHIL R. LUCERO, Chairman

EMERY ARNOLI ember 116 RAMEY, Member & Secretary JOE D.

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