

Entered April 19, 1956
W.S.

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF THE STATE OF NEW
MEXICO FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 1026
Order No. R-784

THE APPLICATION OF PACIFIC
NORTHWEST PIPELINE CORPORATION
FOR AN ORDER GRANTING AN APPROVAL
OF AN EXCEPTION PURSUANT TO RULE
1 (a) OF THE SPECIAL RULES AND
REGULATIONS FOR THE BLANCO-
MESAVERDE GAS POOL AS SET FORTH IN
ORDER R-128-D IN THE ESTABLISHMENT
OF A NON-STANDARD GAS PRORATION UNIT
CONSISTING OF 328.2 CONTIGUOUS ACRES
AND IN ADDITION AN ORDER IN EXCEPTION
TO RULE 1 (c) OF ORDER R-110 AS
AMENDED BY ORDER R-397, GRANTING
APPROVAL OF AN UNORTHODOX LOCATION
THEREON. SAID NON-STANDARD UNIT TO
CONSIST OF LOTS 1 AND 2 AND THE
S/2 OF THE SE/4 OF FRACTIONAL SECTION
8, AND THE E/2 E/2 OF SECTION 17,
TOWNSHIP 32 NORTH, RANGE 11 WEST,
NMPM, SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. at Santa Fe, New Mexico on March 7, 1956, before Warren W. Mankin, Examiner duly appointed by the Oil Conservation Commission of New Mexico, in accordance with Rule 1214 of Order R-681.

NOW, on this 16th day of April 1956, the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission", a quorum being present, having considered said application and the evidence adduced and the recommendations of the Examiner, Warren W. Mankin, and being fully advised in the premises,

FINDS:

(1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.

(2) That applicant, Pacific Northwest Pipeline Corporation is the owner of federal oil and gas leases in San Juan County, New Mexico, a portion of the land consisting of other than a legal section and described as follows, to-wit:

TOWNSHIP 32 NORTH, RANGE 11 WEST, NMPM
Lots 1 and 2 and S/2 SE/4 of fractional Section 8
E/2 E/2 of Section 17

containing 328.2 acres.

(3) That applicant, Pacific Northwest Pipeline Corporation proposes to drill its Cox Canyon Unit Well No. 8-8 on the aforesaid leases, said well to be located 1389 feet from the South line and 1309 feet from the East line of fractional Section 8, Township 32 North, Range 11 West, NMPM, San Juan County, New Mexico.

(4) That it is impractical to pool applicant's said lease with adjoining acreage in the Blanco Mesaverde Gas Pool, and that the owners of adjoining acreage in said area have not objected to the formation of the proposed proration unit of 328.2 acres and the unorthodox location thereon.

(5) That unless a proration unit consisting of applicant's aforesaid acreage is permitted, applicant will be deprived of the opportunity to recover its just and equitable share of the natural gas in the Blanco Mesaverde Gas Pool.

(6) That the creation of a proration unit consisting of the aforesaid acreage will not cause but will prevent waste and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of Pacific Northwest Pipeline Corporation for the approval of a non-standard gas proration unit consisting of the following described acreage in San Juan County, New Mexico.

TOWNSHIP 32 NORTH, RANGE 11 WEST, NMPM
Lots 1 and 2 and S/2 SE/4 of fractional Section 8
E/2 E/2 of Section 17

consisting of 328.2 acres, be and the same is approved and a proration unit consisting of the aforesaid acreage is hereby created.

(2) That upon completion, applicants aforementioned well shall be granted an allowable in the proportion that the above described 328.2 acre unit bears to the standard proration unit for the Blanco Mesaverde Gas Pool, all until further order of the Commission.

IT IS FURTHER ORDERED:

That Pacific Northwest Pipeline Corporation, be and the same is hereby granted an approval for an unorthodox location for its proposed well to be known as Cox Canyon Unit Well No. 8-8 to be drilled 1389 feet from the South line and 1309 feet from the East line of fractional Section 8, Township 32 North, Range 11 West, NMPM, San Juan County, New Mexico in the Blanco Mesaverde Gas Pool.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN F. SIMMS, Chairman


E. S. WALKER, Member


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

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