

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 11101
Order No. R-10194

THE APPLICATION OF THE OIL CONSERVATION
DIVISION UPON ITS OWN MOTION FOR AN
ORDER CREATING AND EXTENDING CERTAIN
POOLS IN RIO ARRIBA, SANDOVAL, AND
SAN JUAN COUNTIES, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on September 15, 1994, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 19th day of September, 1994, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) There is need for the creation of a new pool in Rio Arriba County, New Mexico, for the production of gas from the Pictured Cliffs formation, said pool to bear the designation of Rosa-Pictured Cliffs Pool. Said Rosa-Pictured Cliffs Pool was discovered by the Northwest Pipeline Rosa Unit Well No. 137 located in Unit L of Section 31, Township 31 North, Range 5 West, NMPM. It was completed in the Pictured Cliffs formation on July 9, 1994. The top of the perforations is at 3,360 feet.

(3) There is need for certain extensions to the Bisti-Chacra Pool, the Fulcher Kutz-Pictured Cliffs Pool, and the West Kutz-Pictured Cliffs Pool, all in San Juan County, New Mexico, the Blanco-Mesaverde Pool and the Blanco-

Case No. 11101
Order No. R-10194
-2-

Pictured Cliffs Pool, both in Rio Arriba and San Juan Counties, New Mexico, and the South Blanco-Pictured Cliffs Pool in Rio Arriba, Sandoval, and San Juan Counties, New Mexico.

IT IS THEREFORE ORDERED THAT:

(a) A new pool in Rio Arriba County, New Mexico, classified as a gas pool for Pictured Cliffs production is hereby created and designated as the Rosa-Pictured Cliffs Pool, consisting of the following described area:

TOWNSHIP 31 NORTH, RANGE 5 WEST, NMPM
Section 31: SW/4

(b) The Bisti-Chacra Pool in San Juan County, New Mexico, as heretofore classified, defined, and described is hereby extended to include therein:

TOWNSHIP 22 NORTH, RANGE 8 WEST, NMPM
Section 7: S/2 and NW/4

TOWNSHIP 22 NORTH, RANGE 9 WEST, NMPM
Section 12: E/2
Section 13: NE/4

(c) The Blanco-Mesaverde Pool in Rio Arriba and San Juan Counties, New Mexico, as heretofore classified, defined, and described is hereby extended to include therein:

TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM
Section 29: W/2

(d) The Blanco-Pictured Cliffs Pool in Rio Arriba and San Juan Counties, New Mexico, as heretofore classified, defined, and described is hereby extended to include therein:

TOWNSHIP 29 NORTH, RANGE 7 WEST, NMPM
Section 6: SW/4
Section 7: N/2
Section 8: N/2

Case No. 11101
Order No. R-10194
-3-

TOWNSHIP 29 NORTH, RANGE 8 WEST, NMPM

Section 1: S/2
Section 2: S/2
Section 11: NE/4
Sections 12 and 13: All
Section 24: E/2
Section 25: NE/4

(e) The South Blanco-Pictured Cliffs Pool in Rio Arriba, Sandoval, and San Juan Counties, New Mexico, as heretofore classified, defined, and described is hereby extended to include therein:

TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM

Section 34: NE/4

(f) The Fulcher Kutz-Pictured Cliffs Pool in San Juan County, New Mexico, as heretofore classified, defined, and described is hereby extended to include therein:

TOWNSHIP 29 NORTH, RANGE 13 WEST, NMPM

Section 1: NW/4
Section 2: N/2
Section 3: NE/4

(g) The West Kutz-Pictured Cliffs Pool in San Juan County, New Mexico, as heretofore classified, defined, and described is hereby extended to include therein:

TOWNSHIP 29 NORTH, RANGE 12 WEST, NMPM

Section 16: N/2 and SE/4
Section 17: NE/4
Section 36: SE/4

TOWNSHIP 29 NORTH, RANGE 13 WEST, NMPM

Section 12: SE/4

IT IS FURTHER ORDERED THAT:

(1) Pursuant to Section 70-2-18, NMSA 1978, 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

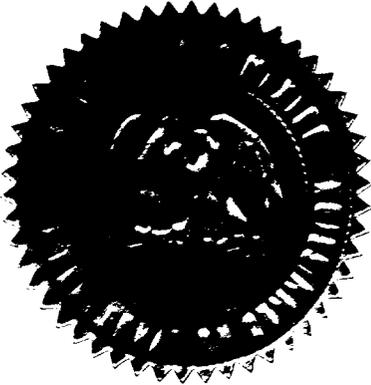
Case No. 11101
Order No. R-10194

-4-

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 Division. 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 Form C-102 dedicating a standard unit to the well or to obtain a non-standard unit approved by the Division within said 60-day period shall subject the well to cancellation of allowable.

(2) The effective date of this order and all creations and extensions included herein shall be October 1, 1994.

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



S E A L

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

A handwritten signature in black ink, appearing to read "William J. Lemay". The signature is written in a cursive style and extends downwards with a long vertical line.

WILLIAM J. LEMAY
Director

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