

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. 1538
Order No. R-1280

APPLICATION OF AZTEC OIL & GAS
COMPANY FOR AN ORDER GRANTING
SPECIAL ALLOWABLES FOR CERTAIN
WELLS IN THE FULCHER KUTZ-PICTURED
CLIFFS POOL IN SAN JUAN COUNTY, NEW
MEXICO, IN EXCEPTION TO THE SPECIAL
RULES AND REGULATIONS FOR SAID POOL

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 22, 1958, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 5th day of November, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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 the applicant, Aztec Oil & Gas Company, is the owner and operator of the following-described wells:

Holder Well No. 1	SE/4 NW/4	Sec. 29, T-30-N, R-12-W
Hart Well No. 1	NW/4 SW/4	Sec. 11, T-29-N, R-12-W
Cornell Well No. 3	S/2 SW/4	Sec. 12, T-29-N, R-12-W
Cornell Well No. 4	N/2 SW/4	Sec. 12, T-29-N, R-12-W
Cozzens Well No. 3	W/2 NE/4	Sec. 20, T-29-N, R-11-W

all in San Juan County, New Mexico.

(3) That all of the above-described wells were drilled prior to June 22, 1948, on which date Order No. 748 was entered by the Commission changing the drilling and spacing units for gas wells from 40 acres to 160 acres.

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(4) That the applicant seeks an order granting each of the above-described wells a special allowable of 1500 MCF per month in exception to the Special Rules and Regulations for the Fulcher Kutz-Pictured Cliffs Pool on the ground that said wells will be prematurely abandoned unless such special allowables are assigned thereto.

(5) That the preponderance of the evidence presented in this case indicates that the above-described wells will be prematurely abandoned, thereby causing waste, unless they are granted an exception to the proration formula set forth in the Special Rules and Regulations for the Fulcher Kutz-Pictured Cliffs Pool.

(6) That in order to prevent premature abandonment and resulting waste, the above-described wells should be assigned an allowable equal to their capacity to produce or 1500 MCF per month, whichever is less.

IT IS THEREFORE ORDERED:

That the following-described wells shall be assigned an allowable equal to their capacity to produce or 1500 MCF per month, whichever is less, effective November 1, 1958:

Holder Well No. 1	SE/4 NW/4	Sec. 29, T-30-N, R-12-W
Hart Well No. 1	NW/4 SW/4	Sec. 11, T-29-N, R-12-W
Cornell Well No. 3	S/2 SW/4	Sec. 12, T-29-N, R-12-W
Cornell Well No. 4	N/2 SW/4	Sec. 12, T-29-N, R-12-W
Cozzens Well No. 3	W/2 NE/4	Sec. 20, T-29-N, R-11-W

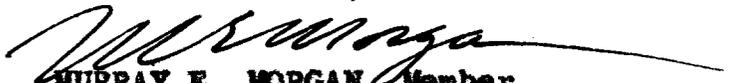
all in San Juan County, New Mexico.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



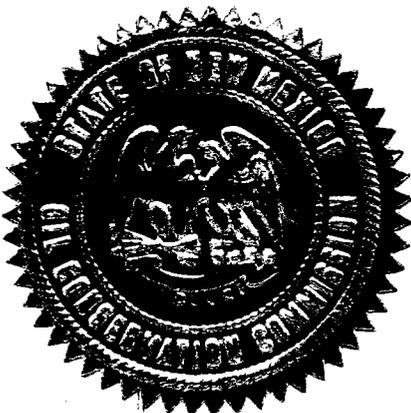
EDWIN L. MECHEM, Chairman



MURRAY E. MORGAN, Member



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



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