

Puerto Chiquito-Mancos Oil Pool underlying all of Section 20, Township 25 North, Range 1 West, to form a standard 640-acre spacing and proration unit to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 9085: Application of Mallon Oil Company to amend the Special Rules and Regulations for the EMG West Puerto Chiquito-Mancos Pressure Maintenance Project Area as promulgated by Division Order No. R-3401, as amended, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order amending the Special Rules and Regulations for the EMG West Puerto Chiquito-Mancos Pressure Maintenance Project Area as promulgated by Division Order No. R-3401, as amended, to reflect that the gas injection credit not be applied to any wells located within the "Buffer Zone" established by the Special Rules for the West Puerto Chiquito-Mancos Oil Pool as promulgated by Division Order No. R-6469-B, as amended.

(DE NOVO)

CASE 9073: ~~(Continued from February 4, 1987, Examiner Hearing)~~

Application of Mallon Oil Company for the reinstatement of oil production allowables and an exception to the provisions of Division General Rule 502 for certain wells located in the Gavilan-Mancos Oil Pool, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order reinstating the oil allowables which should have been assigned to the following described wells, all in Township 25 North, Range 2 West, Gavilan-Mancos Oil Pool, for the months of January, February, March, and April, 1986. Applicant further seeks an exemption to the provisions of Division General Rule 502 which limit the period of time an operator is given to make up any overproduction of oil and casinghead gas:

Howard Federal "1" Well No. 8 located in Unit H of Section 1;

Howard Federal "1" Well No. 11 located in Unit K of Section 1;

Fisher Federal "2" Well No. 1 located in Unit A of Section 2;

Ribeyowids Federal "2" Well No. 16 located in Unit P of Section 2; and,

Johnson Federal "12" Well No. 5 located in Unit E of Section 12.

*Upon application of Mallon Oil Company, this case will be heard De Novo pursuant to the provisions of Rule 1220.*