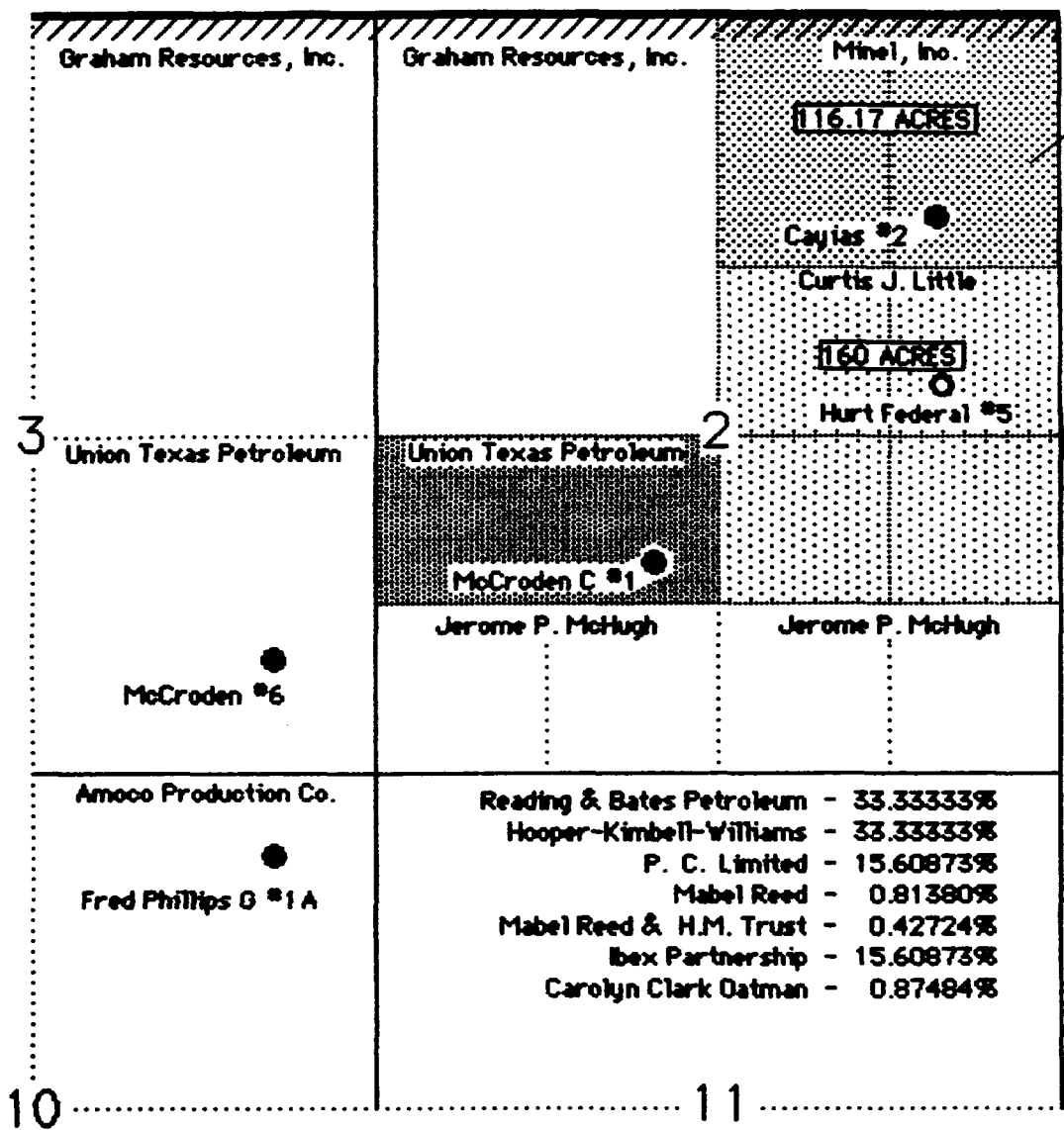


BEFORE EXAMINER DATE: _____
 OIL CONSERVATION DIVISION
 UTP EXHIBIT NO. 1
 CASE NO. 9334

R 3 W



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Cayias 2	1987	40 BOPD
	NR	NR
	NR	NR
McCroden C-1	1983	35 BOPD
	2854 BO	3723 MCF
	26,562 BO	30,380 MCF
McCroden 6	1985	48 BOPD
	1524 BO	3648 MCF
	10,216 BO	20,221 MCF

Legend

Year of Completion IP
 1987 prod (11/87) BO/MCF
 Cumulative Prod BO/MCF

Fred Phillips G 1A	1985	69 BOPD
	137 BO	23,353 MCF
	3996 BO	85,041 MCF

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

BEFORE EXAMINER CATANACH
OIL CONSERVATION DIVISION

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

UTP EXHIBIT NO. 2
CASE NO. 9334

CASE NO. 9228
Order No. R-8544

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

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9:00 a.m. on October 15, 1987, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 19th day of November, 1987, 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 THAT:

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

(2) Geologic and engineering testimony and exhibits show that the producing areas described as the Ojito Gallup-Dakota Oil Pool and the West Lindrith Gallup-Dakota Oil Pool are one common source of supply.

(3) The Ojito Gallup-Dakota Oil Pool is spaced at one well per forty (40) acres; however, with the exception of the E/2 NE/4 of Section 1, Township 25 North, Range 3 West, it has been developed on one well per one hundred sixty (160) acres. The West Lindrith Gallup-Dakota Oil Pool is spaced at one well per one hundred sixty (160) acres.

(4) Geological and engineering testimony and exhibits show that one well will efficiently drain one hundred sixty (160) acres in the Ojito Gallup-Dakota and in the West Lindrith

defined, and described, is hereby extended to include therein:

TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM
 Sections 1 through 18: All
 Section 19: NE/4
 Section 20: N/2
 Section 21: N/2
 Section 23: NE/4 and S/2
 Sections 24 through 26: All
 Section 34: S/2
 Sections 35 and 36: All

(c) The proper drilling and spacing units for wells in the West Lindrith Gallup-Dakota Oil Pool shall consist of approximately one hundred sixty (160) acres or one governmental quarter section or lots corresponding thereto.

IT IS FURTHER ORDERED THAT:

(1) Pursuant to Section 70-2-18, 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 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 shall subject the well to cancellation of allowable.


(2) The effective date of this order and all abolishments and extensions included herein shall be December 1, 1987.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

WILLIAM R. HUMPHRIES, Member


ERLING A. BROSTUEN, Member


WILLIAM J. LEMAY, Chairman and
Secretary

S E A L
fd/

Gallup-Dakota Oil Pools, and that drilling and spacing units of one hundred sixty (160) acres will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

(5) Additional lands not now included in either oil pool but which geologic and engineering testimony and exhibits show will probably be productive from the same common source of supply are described as follows:

TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM

- Section 11: All
- Section 12: SW/4 and E/2
- Sections 13 and 14: All
- Section 23: SW/4 and E/2
- Sections 24 through 26: All
- Section 34: S/2
- Sections 35 and 36: All

(6) Lands currently included in the Ojito Gallup-Dakota Oil Pool, the West Lindrith Gallup-Dakota Oil Pool, and those lands listed in Finding No. (5) above should all be included in the West Lindrith Gallup-Dakota Oil Pool.

(7) The drilling and spacing units should consist of approximately one hundred sixty (160) acres or one governmental quarter section or lots corresponding thereto, and these provisions will prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED THAT:

(a) The Ojito Gallup-Dakota Oil Pool in Rio Arriba County, New Mexico, consisting of the following described area:

TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM

- Sections 1 through 10: All
- Section 12: NW/4
- Sections 15 through 18: All
- Section 19: NE/4
- Section 20: N/2
- Section 21: NW/4 and W/2 NE/4

is hereby abolished.

(b) The West Lindrith Gallup-Dakota Oil Pool in Rio Arriba and Sandoval Counties, New Mexico, as heretofore classified,



Union Texas Petroleum

175 U.S. Highway, 64
Farmington, New Mexico 87401
Telephone (505) 325-3587

January 29, 1988

Mr. William J. LeMay
N. M. Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

Re: Non-Standard Proration Unit
McCroden C-1
2146' FSL & 1650' FWL
Section 2, T25N-R3W
Rio Arriba County, NM

Dear Mr. LeMay:

Union Texas Petroleum requests administrative approval for a Non-Standard Proration Unit consisting of the N/2 SW/4 Section 2, T25N-R3W. Our request is pursuant to Order R-8544 dated December 1, 1987.

All offset operators were notified by certified mail as of this date. A copy of each letter to the offset operators is attached for your review.

If I may be of any further assistance, please advise.

Very truly yours,

Robert C. Frank
Permit Coordinator

RCF:lmg
attachments

cc: NMOCD-Aztec

OIL CONSERVATION DIVISION

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

Form C-102
Revised 10-1-78

All distances must be from the outer boundaries of the Section.

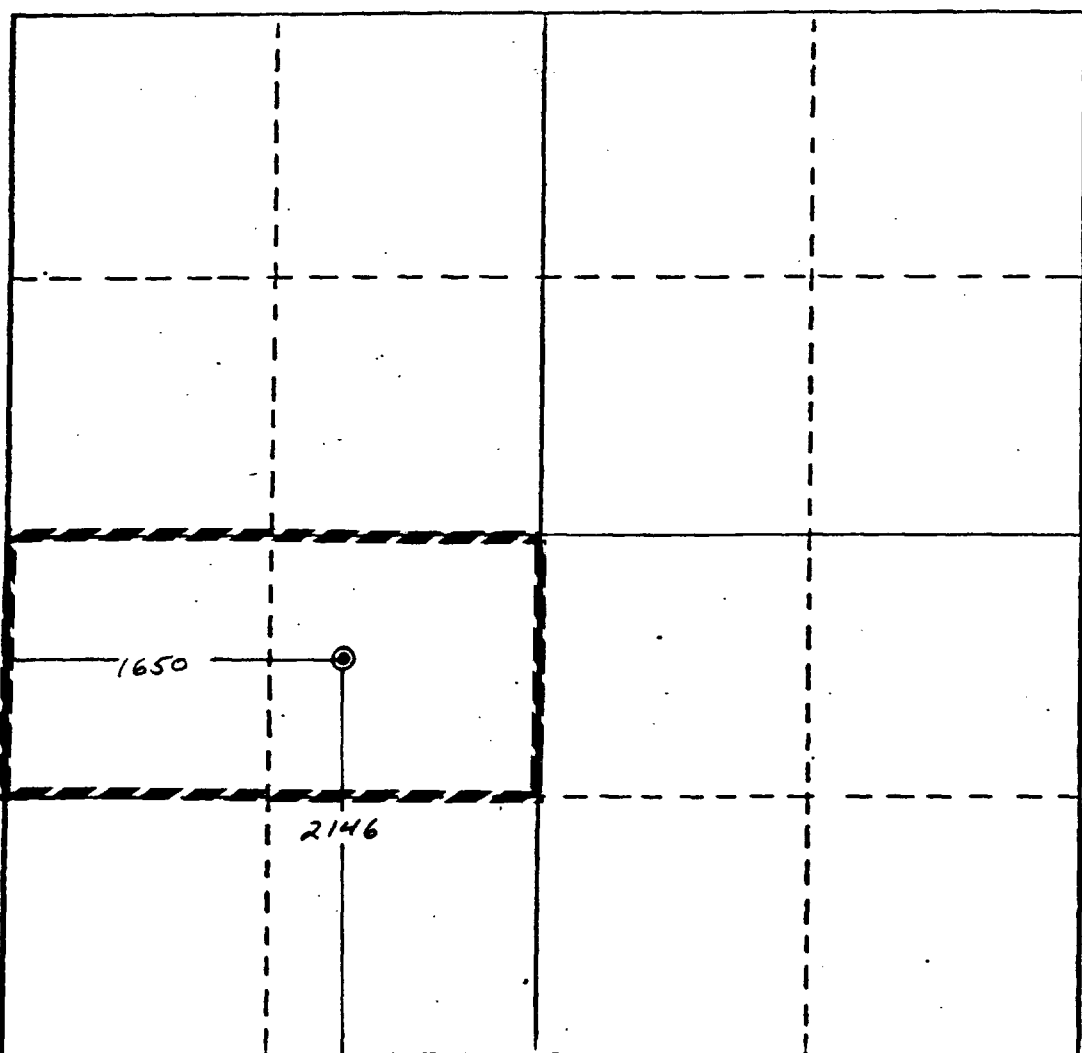
Operator Union Texas Petroleum		Lease McCroden C		Well No. 1
Unit Letter K	Section 2	Township 25 North	Range 3 West	County Rio Arriba
Actual Footage Location of Well: 2146 feet from the South line and 1650 feet from the West line				
Ground Level Elev. 7292	Producing Formation Gallup/Dakota	Pool West Lindrith	Dedicated Acreage: N/2 SW/4 80 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Division



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Robert C. Frank

Name

Robert C. Frank

Position

Permit Coordinator

Company

Union Texas Petroleum

Date

January 29, 1988

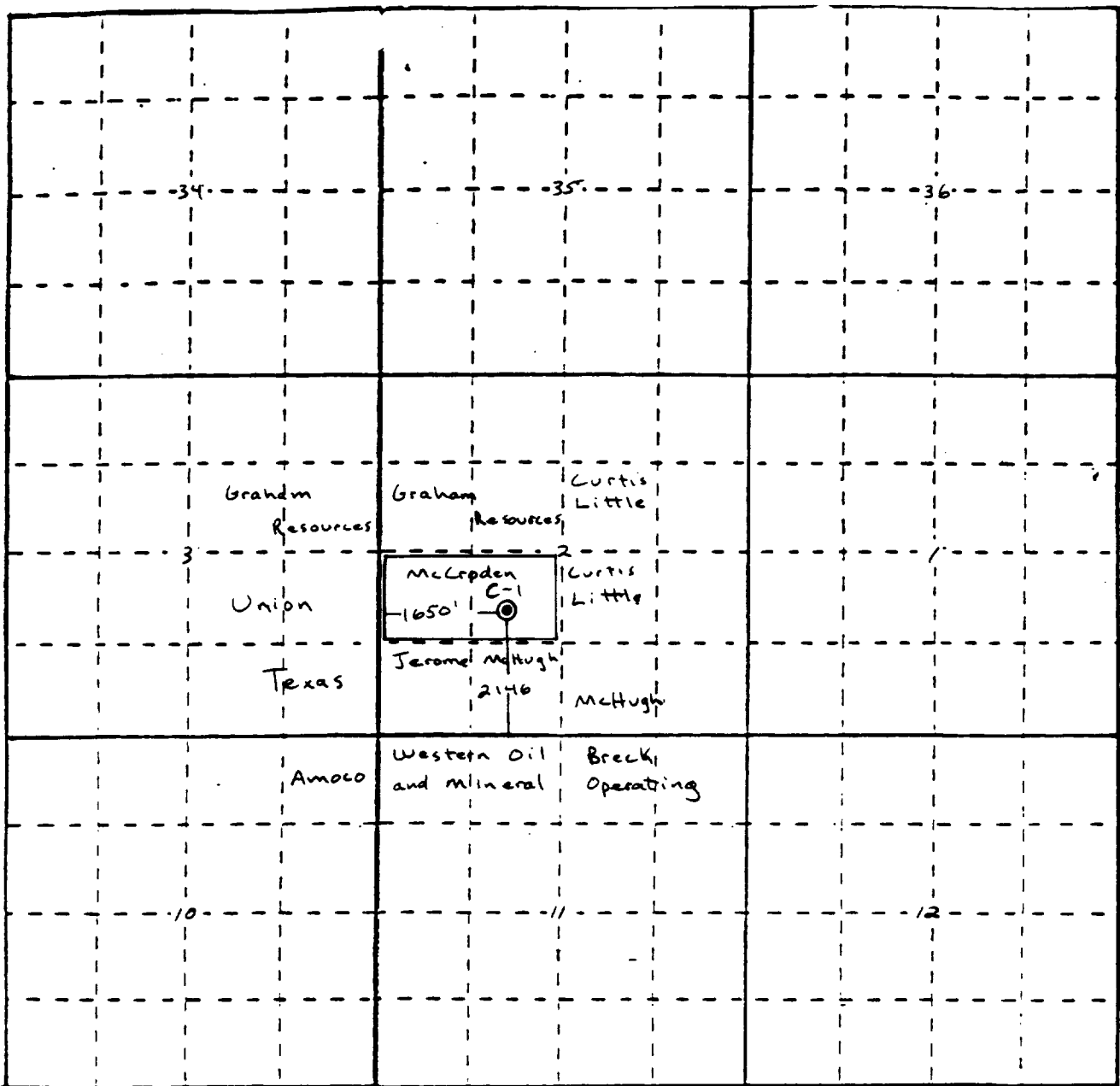
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Original on file

Date Surveyed

Registered Professional Engineer and/or Land Surveyor

Certificate No.



3 W

Offset Operator Plat

McLroden C-1

2146' FSL & 1650' FWL

Section 2 - T25N-R3W

Rio Arriba County, N.M.



Union Texas Petroleum

375 U.S. Highway 64
Farmington, New Mexico 87401
Telephone: 505/325-3587

January 29, 1988

Operations Manager
Amoco Production, Inc.
2325 East 30th Street
Farmington, NM 87401

Re: McCroden C-1
2146' FSL & 1650' FWL
Section 2-T25N-R3W
Rio Arriba County, NM

Dear Sir:

Union Texas Petroleum (U.T.P.) has requested approval for a Non-Standard Proration Unit from the New Mexico Oil Conservation Division (NMOCD) for the subject well. As you may be aware, the Ojito Gallup-Dakota Pool (40 acre spacing) has been abolished and the acreage concomitantly placed in the West Lindrith Gallup-Dakota Pool (160 acre spacing). This was accomplished by the NMOCD's own motion with Order R-8544 being signed and effective December 1, 1987.

Pursuant to Order R-8544, U.T.P. requests an 80 acre Non-Standard Proration Unit. The acreage to be dedicated is the N/2, SW/4, Section 2-T25N-R3W. If you are in accord with our proposal, please acknowledge as such below and return the acknowledgement at your earliest convenience. If you are not in accord with our proposal you must notify the NMOCD in Santa Fe, New Mexico within twenty days of this date.

If I may be of any further assistance, please advise.

Very truly yours,

Robert C. Frank
Permit Coordinator

Acknowledgement:

Title



Union Texas Petroleum

375 U.S. Highway 64
Farmington, New Mexico 87401
Telephone (505) 325-3587

January 29, 1988

Operations Manager
Western Oil and Minerals
P. O. Box 1228
Farmington, NM 87499

Re: McCroden C-1
2146' FSL & 1650' FWL
Section 2-T25N-R3W
Rio Arriba County, NM

Dear Sir:

Union Texas Petroleum (U.T.P.) has requested approval for a Non-Standard Proration Unit from the New Mexico Oil Conservation Division (NMOCD) for the subject well. As you may be aware, the Ojito Gallup-Dakota Pool (40 acre spacing) has been abolished and the acreage concomitantly placed in the West Lindrith Gallup-Dakota Pool (160 acre spacing). This was accomplished by the NMOCD's own motion with Order R-8544 being signed and effective December 1, 1987.

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If I may be of any further assistance, please advise.

Very truly yours,

Robert C. Frank
Robert C. Frank
Permit Coordinator

Acknowledgement:

Title



Union Texas Petroleum

375 U.S. Highway 64
Farmington New Mexico 87401
Telephone (505) 325-3587

January 29, 1988

Operations Manager
Breck Operating Corp.
P. O. Box 911
Breckenridge, TX 76024

Re: McCroden C-1
2146' FSL & 1650' FWL
Section 2-T25N-R3W
Rio Arriba County, NM

Dear Sir:

Union Texas Petroleum (U.T.P.) has requested approval for a Non-Standard Proration Unit from the New Mexico Oil Conservation Division (NMOCD) for the subject well. As you may be aware, the Ojito Gallup-Dakota Pool (40 acre spacing) has been abolished and the acreage concomitantly placed in the West Lindrith Gallup-Dakota Pool (160 acre spacing). This was accomplished by the NMOCD's own motion with Order R-8544 being signed and effective December 1, 1987.

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If I may be of any further assistance, please advise.

Very truly yours,

Robert C. Frank
Permit Coordinator

Acknowledgment:

Title



Union Texas Petroleum

375 U.S. Highway 64
Farmington, New Mexico 87401
Telephone (505) 325-3587

January 29, 1988

Operations Manager
Jerome P. McHugh
650 South Cherry Street
Suite 1225
Denver, CO 80222

Re: McCroden C-1
2146' FSL & 1650' FWL
Section 2-T25N-R3W
Rio Arriba County, NM

Dear Sir:

Union Texas Petroleum (U.T.P.) has requested approval for a Non-Standard Proration Unit from the New Mexico Oil Conservation Division (NMOC) for the subject well. As you may be aware, the Ojito Gallup-Dakota Pool (40 acre spacing) has been abolished and the acreage concomitantly placed in the West Lindrith Gallup-Dakota Pool (160 acre spacing). This was accomplished by the NMOC's own motion with Order R-8544 being signed and effective December 1, 1987.

Pursuant to Order R-8544, U.T.P. requests an 80 acre Non-Standard Proration Unit. The acreage to be dedicated is the N/2, SW/4, Section 2-T25N-R3W. If you are in accord with our proposal, please acknowledge as such below and return the acknowledgement at your earliest convenience. If you are not in accord with our proposal you must notify the NMOC in Santa Fe, New Mexico within twenty days of this date.

If I may be of any further assistance, please advise.

Very truly yours,

Robert C. Frank
Permit Coordinator

Acknowledgement:

Title



Union Texas Petroleum

375 U.S. Highway 64
Farmington, New Mexico 87401
Telephone (505) 325-3587

January 29, 1988

Curtis J. Little
P. O. Box 1258
Farmington, NM 87499

Re: McCroden C-1
2146' FSL & 1650' FWL
Section 2-T25N-R3W
Rio Arriba County, NM

Dear Sir:

Union Texas Petroleum (U.T.P.) has requested approval for a Non-Standard Proration Unit from the New Mexico Oil Conservation Division (NMOCD) for the subject well. As you may be aware, the Ojito Gallup-Dakota Pool (40 acre spacing) has been abolished and the acreage concomitantly placed in the West Lindrith Gallup-Dakota Pool (160 acre spacing). This was accomplished by the NMOCD's own motion with Order R-8544 being signed and effective December 1, 1987.

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If I may be of any further assistance, please advise.

Very truly yours,

Robert C. Frank
Permit Coordinator

Acknowledgement:

Title



Union Texas Petroleum

375 U.S. Highway 64
Farmington, New Mexico 87401
Telephone (505) 325-3587

January 29, 1988

Operations Manager
Graham Resources, Inc.
1675 Larimer Street
Suite 400
Denver, CO 80202

Re: McCroden C-1
2146' FSL & 1650' FWL
Section 2-T25N-R3W
Rio Arriba County, NM

Dear Sir:

Union Texas Petroleum (U.T.P.) has requested approval for a Non-Standard Proration Unit from the New Mexico Oil Conservation Division (NMOCD) for the subject well. As you may be aware, the Ojito Gallup-Dakota Pool (40 acre spacing) has been abolished and the acreage concomitantly placed in the West Lindrith Gallup-Dakota Pool (160 acre spacing). This was accomplished by the NMOCD's own motion with Order R-8544 being signed and effective December 1, 1987.

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Very truly yours,

Robert C. Frank
Permit Coordinator

Acknowledgement:

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