

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. 9495
Order No. R-8774

APPLICATION OF ROBERT L. BAYLESS
FOR NINE NON-STANDARD GAS PRORATION
UNITS, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on October 12, 1988, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 28th day of October, 1988, 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) The applicant, Robert L. Bayless, seeks an order establishing nine non-standard gas spacing and proration units for any and all formations and/or pools developed on 160-acre spacing, which includes but is not necessarily limited to the East Blanco-Pictured Cliffs Gas Pool, Cabresto-Gallup Gas Pool, and Campo-Gallup Gas Pool, in Sections 6, 7, 18, 19, 30, and 31 of Township 30 North, Range 3 West, and Sections 6 and 7 of Township 29 North, Range 3 West, all in Rio Arriba County, New Mexico, and described as follows:

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Case No. 9495
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TOWNSHIP 30 NORTH, RANGE 3 WEST, NMPM

<u>UNIT</u>	<u>ACRES</u>	<u>DESCRIPTION</u>
1	168.42	Section 6: Lots 3, 4, and 9
2	133.39	Section 6: Lot 10
3	174.62	Section 7: Lots 3 and 4
4	173.21	Section 7: Lots 5 and 6
5	173.06	Section 18: Lots 1 and 2
6	151.01	Section 18: Lots 3 and 4
7	167.39	Section 19: Lots 1 and 2
		Section 19: Lots 3 and 4
		Section 30: Lots 1 and 2
		Section 30: Lots 3 and 4
		Section 31: Lot 1 and NE/4 NW/4
		Section 31: Lots 2, 3, and 4, SE/4 NW/4, and E/2 SW/4

TOWNSHIP 29 NORTH, RANGE 3 WEST, NMPM

<u>UNIT</u>	<u>ACRES</u>	<u>DESCRIPTION</u>
8	163.76	Section 6: Lots 3, 4, 5, and 6
9	173.69	Section 7: Lots 1, 2, 3, and 4

(3) Evidence presented indicates that variations in legal subdivisions of the U.S. Public Lands Survey within the above-described area precludes the establishment of standard 160-acre spacing and proration units.

(4) The principal gas producing formations within the above-described area are the Pictured Cliffs and Gallup formations, both of which are currently subject to 160-acre gas spacing.

(5) The applicant is the operator of all the acreage described above and no offset operator objected to the establishment of the proposed non-standard gas spacing units.

(6) Approval of the subject application will ensure the orderly development of the acreage described above within the subject pools and should prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED THAT:

(1) The application of Robert L. Bayless for the establishment of the following described non-standard gas spacing and proration units in the East Blanco-Pictured Cliffs Gas Pool, Cabresto-Gallup Gas Pool, Campo-Gallup Gas Pool, or in any and all formations and/or pools developed on 160-acre spacing in the subject area, Rio Arriba County, New Mexico, is hereby approved:

TOWNSHIP 30 NORTH, RANGE 3 WEST, NMPM

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TOWNSHIP 29 NORTH, RANGE 3 WEST, NMPM

<u>UNIT</u>	<u>ACRES</u>	<u>DESCRIPTION</u>
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(2) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION
William J. Lemay
WILLIAM J. LEMAY
Director