

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

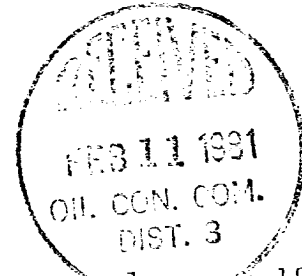
IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 6896 DE NOVO
Order No. R-6496-A

APPLICATION OF JOHN E. SCHALK FOR
A NON-STANDARD GAS PRORATION UNIT
AND AN UNORTHODOX GAS WELL LOCATION,
RIO ARriba COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:



This cause came on for hearing at 9 a.m. on January 19, 1981, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 9th day of February, 1981, 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:

(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, John E. Schalk, seeks an order for the establishment of a 160-acre non-standard gas proration unit and an unorthodox gas well location in the Blanco Mesaverde Pool comprising the NE/4 of Section 8, Township 25 North, Range 3 West, NMPM, Rio Arriba County, New Mexico.

(3) That the matter came on for hearing at 9 a.m. on July 9, 1980, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter and, pursuant to this hearing, Order No. R-6496 was issued on October 11, 1980, which granted Schalk's application for a 160-acre non-standard gas proration unit in the Blanco Mesaverde Pool comprising the NE/4 of Section 8, Township 25 North, Range 3 West, NMPM, Rio Arriba County, New Mexico.

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(4) That on November 17, 1980, application for Hearing De Novo was made by Curtis J. Little and Beartooth Oil and Gas Company and the matter was set for hearing before the Commission.

(5) That the matter came on for hearing de novo on January 19, 1981.

(6) That the evidence adduced at said hearing indicates that Division Order No. R-6496 entered October 21, 1980, should be affirmed.

IT IS THEREFORE ORDERED:

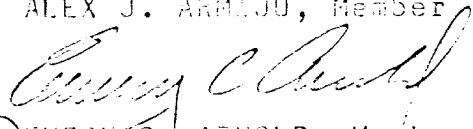
(1) That Division Order No. R-6496, entered October 21, 1980, is hereby affirmed.

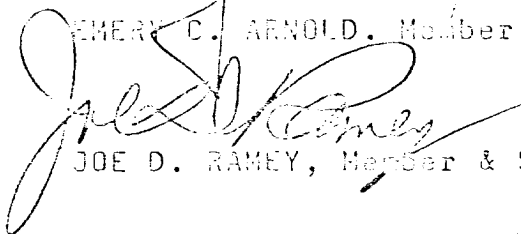
(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

ALEX J. ARMISTO, Member


EMERY C. ARNOLD, Member


JOE D. RAMEY, Member & Secretary

S E A L

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