

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. 2538
Order No. R-2030-A

APPLICATION OF SOUTHWEST PRODUCTION
COMPANY FOR A NON-STANDARD OIL PRO-
DUCTION UNIT, SAN JUAN COUNTY, NEW
MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 25, 1962, at Santa Fe, New Mexico, before Elvin 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 8th day of May, 1962, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvin A. Utz, and being fully advised in the premises,

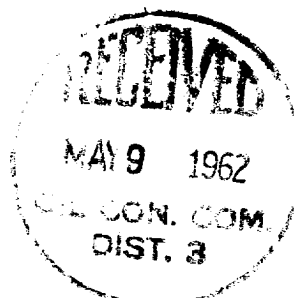
FINDS:

(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 by Order No. R-2030, entered in Case No. 2323 on July 13, 1961, the Commission established two 56.625-acre non-standard oil proration units in the Cha Cha-Gallup Oil Pool in that portion of the SE/4 of Section 16, Township 39 North, Range 14 East, NMPM, San Juan County, New Mexico, lying North of the mid-channel of the San Juan River. That said order also authorized Southwest Production Company to locate a well at an unorthodox location 1912 feet from the South line and 2310 feet from the East line of said Section 16.

(3) That even though it may be assumed that all of the above-described acreage is productive to some degree in the Cha Cha-Gallup Oil Pool, Southwest Production Company does not contemplate the drilling of a well on the East 56.625-acre proration unit.

(4) That the applicant, Southwest Production Company, requests that Order No. R-2030 be superseded and that a 73.89-acre non-standard oil proration unit in the Cha Cha-Gallup Oil



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pool be established comprising the NW 1/4 Sec. 10 and SW 1/4 Sec. 10 of the NW 1/4 T4S, R4E, N4E lying north of the mid-channel of the San Juan River, all in said Section 10, and will be no larger than the pool now existing.

(2) That approval of the subject application will not be given unless it does not impair relative rights.

IT IS THEREFORE ORDERED:

(1) That a 73.5-acre non-stagnant oil pool be established comprising the NW 1/4 Sec. 10 and SW 1/4 Sec. 10 of the NW 1/4 T4S, R4E, N4E lying north of the mid-channel of the San Juan River in Section 10, Township 4N, Range 4E, North, Range 4E, West, N4E, San Juan County, New Mexico, and will be no larger than the pool now existing.

(2) That the provision of Order No. 4-1010-1 relating to the establishment of two 55.5-acre non-stagnant oil pools in said Section 10 is hereby superseded.

(3) That (a) the location of this pool is retained for the purpose of such further orders as the Commission may deem necessary.

(b) the location of this pool, San Juan County, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL COMMISSION

EDWIN L. WATSON, Chairman

J. C. WATSON, Member

By _____, Secretary

