

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. 10464
ORDER NO. R-9667

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

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on April 30, 1992, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 6th day of May, 1992, 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) There is need for the contraction of the Basin-Dakota Pool in San Juan County, New Mexico, in order to place the deleted acreage in the Dufers Point Gallup-Dakota Oil Pool.

(3) There is need for the extension of the Angel Peak-Gallup Associated Pool, the South Bisti-Gallup Oil Pool, the Dufers Point Gallup-Dakota Oil Pool, the Gallegos-Gallup Associated Pool, the West Kutz-Pictured Cliffs Pool, and the Navajo City-Chacra Pool, all in San Juan County, New Mexico, and the West Lindrith Gallup-Dakota Oil Pool in Rio Arriba and Sandoval Counties, New Mexico.

(4) The effective date of this order and all contractions and extensions included herein should be May 1, 1992.

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IT IS THEREFORE ORDERED THAT:

(a) The Basin-Dakota Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby contracted by the deletion of the following described area:

TOWNSHIP 24 NORTH, RANGE 7 WEST, NMPM
Section 6: N/2

(b) The Dufers Point Gallup-Dakota Oil Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 24 NORTH, RANGE 7 WEST, NMPM
Section 6: N/2

TOWNSHIP 24 NORTH, RANGE 8 WEST, NMPM
Section 1: All

(c) The Angel Peak-Gallup Associated Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 26 NORTH, RANGE 10 WEST, NMPM
Section 4: S/2
Sections 9 and 10: All

TOWNSHIP 27 NORTH, RANGE 10 WEST, NMPM
Section 30: SE/4
Section 31: E/2

(d) The South Bisti-Gallup Oil Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 23 NORTH, RANGE 9 WEST, NMPM
Section 3: SE/4
Section 9: S/2
Section 10: E/2 NW/4, SW/4 and NE/4

(e) The Gallegos-Gallup Associated Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 26 NORTH, RANGE 10 WEST, NMPM

Section 16: W/2
Section 17: NE/4
Section 18: N/2
Sections 19 and 20: All
Sections 29 and 30: All

TOWNSHIP 26 NORTH, RANGE 11 WEST, NMPM

Section 13: N/2
Section 25: N/2

(f) The West Kutz-Pictured Cliffs Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 29 NORTH, RANGE 12 WEST, NMPM

Section 36: SW/4

(g) The West Lindrith Gallup-Dakota Oil Pool in Rio Arriba and Sandoval Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 24 NORTH, RANGE 2 WEST, NMPM

Section 6: W/2

(h) The Navajo City-Chacra Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 30 NORTH, RANGE 8 WEST, NMPM

Section 34: E/2

IT IS FURTHER ORDERED THAT:

(1) Pursuant to Section 70-2-18, NMSA 1978, 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

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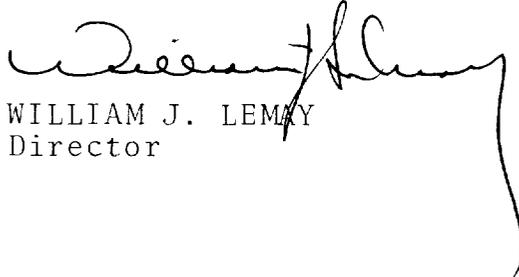
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to obtain a non-standard unit approved by the Division within said 60-day period shall subject the well to cancellation of allowable.

(2) The effective date of this order and all contractions and extensions included herein shall be May 1, 1992.

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

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



WILLIAM J. LEMAY
Director

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