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Section 10: All

Acreage Adjacent to Unit

Township 21 South, Range 34 East

Section 26: NW/4, S/2

Section 27:All

Section 28: All

Section 29: E/2, SW/4

Section 32: All

Section 35: All

Township 22 South, Range 34 East

Section 2: All

Section 5: All

Section 8: N/2, SE/4

Section 9: All

Section 11: All

Section 14: N/2, SW/4

Section 15: All

Section 16: N/2, SE/4

The application requests the Division establish rules requiring operators of all newly drilled or recompleted wells in the Morrow formation to provide the operator of the Unit with information and data obtained during drilling, completion, and production to determine whether such wells are in communication with the unitized formation or would otherwise interfere with Unit operations. The special project rules would also include provisions requiring the operators of wells determined to be in communication with the Unitized Interval to demonstrate how such well may be produced without interfering with Unit operations or to take such other action determined to be appropriate. The Grama Ridge Morrow Gas Storage Unit is approximately 18 miles west of Eunice, New Mexico.

<u>CASE 12604</u>: In the matter of the hearing called by the Oil Conservation Division for an order creating and extending certain pools in Rio Arriba and San Juan Counties, New Mexico.

(a) CREATE a new pool in San Juan County, New Mexico classified as a gas pool for Morrison production and designated as the Ute Dome-Morrison Pool. The discovery well is the Cross Timbers Operating Company Ute Indians A Well No. 22 in Unit F of Section 2, Township 31 North, Range 14 West, NMPM. Said pool would comprise:

TOWNSHIP 31 NORTH, RANGE 14 WEST, NMPM

Section 2: N/2 and SW/4

(b) CREATE a new pool in San Juan County, New Mexico classified as a gas pool for Pictured Cliffs production and designated as the Bisti Pictured Cliffs Pool. The discovery well is the Dugan Production Company Phillips Well No. 1 in Unit N of Section 5, Township 24 North, Range 9 West, NMPM. Said pool would comprise:

TOWNSHIP 24 NORTH, RANGE 9 WEST, NMPM

Section 5: NE/4

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(c) EXTEND the Albino-Pictured Cliffs Pool in San Juan County, New Mexico to include:

TOWNSHIP 32 NORTH, RANGE 8 WEST, NMPM

Section 15: S/2 Section 16: S/2

(d) EXTEND the Aztec-Fruitland Sand Pool in San Juan County, New Mexico to include:

TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM

Sections 2 and 3: All

TOWNSHIP 30 NORTH, RANGE 11 WEST, NMPM

Section 34: All

(e) EXTEND the Aztec-Pictured Cliffs Pool in San Juan County, New Mexico to include:

TOWNSHIP 30 NORTH, RANGE 12 WEST, NMPM

Section 26: E/2

(f) EXTEND the Blanco-Mesaverde Pool in Rio Arriba County, New Mexico to include:

TOWNSHIP 30 NORTH, RANGE 4 WEST, NMPM

Section 17: All

TOWNSHIP 31 NORTH, RANGE 5 WEST, NMPM

Section 27: All Section 34: All

(g) EXTEND the Blanco-Pictured Cliffs Pool in San Juan and Rio Arriba Counties, New Mexico to include:

TOWNSHIP 28 NORTH, RANGE 7 WEST, NMPM

Section 9: SE/4

Section 17: E/2 and SW/4

Section 18: SW/4

TOWNSHIP 30 NORTH, RANGE 8 WEST, NMPM

Section 29: E/2

(h) EXTEND the East Blanco-Pictured Cliffs Pool in Rio Arriba County, New Mexico to include:

TOWNSHIP 29 NORTH, RANGE 3 WEST, NMPM

Section 2: NW/4

Section 3: N/2

TOWNSHIP 30 NORTH, RANGE 3 WEST, NMPM

Section 5: E/2

Sections 33 through 36: All