BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

> CASE NO. 1139 Order No. R-896

APPLICATION OF LOWERY ET AL OPERATING ACCOUNT, FOR AN ORDER GRANTING APPROVAL OF A 160 NON-STANDARD GAS DRILLING AND SPACING UNIT IN THE SOUTH BLANCO-DAKOTA GAS POOL, RIC ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9:00 o'clock a.m. on September 5, 1956, at Santa Fe, New Mexico, before Warren W. Mankin Examiner duly appointed by the New Mexico Oil Conservation Commission, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this <u>10</u>²² day of October, 1956, the Commission, a quorum being present, having considered the application, the evidence adduced, the recommendations of the Examiner, Warren W. Mankin, and being fully advised in the premises.

FINDS:

(1) That due notice having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.

(2) That the applicant is the operator of the State of New Mexico lease, and the No. D-268 Well, located 1980 feet from the North line and 660 feet from the East line of Section 16, Township 26 North, Range 6 West, NMPM, Rio Arriba County, New Mexico.

(3) That the applicant proposes to dedicate the S/2 NE/4 and the N/2 SE/4 of said Section 16 to its aforementioned State No. D-268 Well.

(4) That the applicant is the operator of all leases offsetting the proposed non-standard unit.

(5) That the creation of the proposed drilling and spacing unit will not cause waste or violate correlative rights.

-2-Order No. R-896

IT IS THEREFORE ORDERED:

That the application of Lowery et al., Operating Account, for a 160-acre non-standard drilling and spacing unit in the South Blanco-Dakota Gas Pool consisting of the S/2 NE/4 and the N/2 SE/4 of Section 16, Township 26 North, Range 6 West, NMPM, Rio Arriba County, New Mexico be and the same is hereby approved.

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

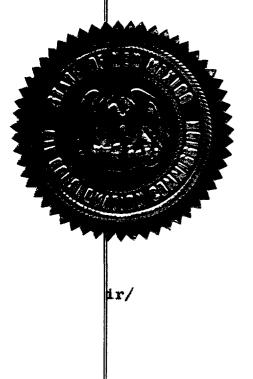
STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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JOHN F. SIMMS, Chairman

WALKER, Momber/ R. Lety

A. L. PORTER, Jr., Member & Secretary



OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

October 10, 1956



Mr. Jason W. Kellahin P.O. Box 597 Santa Fe, New Mexico

Dear Sir:

On behalf of your client, Lowery, et al, Operating Account, we enclose two copies of Order R-896 issued October 10, 1956, by the Oil Conservation Commission in Case 1139, which was heard on September 5th at Santa Fe.

Very truly yours,

A. L. Porter, Jr. Secretary - Director

brp Encls.