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. 2007 Order No. R-1723

APPLICATION OF OTTO REYNOLDS AND JOHN R. YARBROUGH FOR THE PROMULGATION OF SPECIAL RULES GOVERNING GAS WELLS IN THE BLOOMFIELD-FARMINGTON OIL POOL, SAN JUAN COUNTY, NEW MEXICO, AND FOR APPROVAL OF THREE UNORTHODOX GAS WELL LOCATIONS IN SAID POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on July 6, 1960, at Santa Fe, New Mexico, before Elvis 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 21st day of July, 1960, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis 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 the applicants, Otto Reynolds and John R. Yarbrough, are the operators of the following-described wells in Township 29 North, Range 11 West, Bloomfield-Farmington Oil Pool, San Juan County, New Mexico:

Otto Reynolds Seitzinger No. 1, located 2310 feet from the North line and 990 feet from the East line of Section 23,

Otto Reynolds Lohman No. 1, located 330 feet from the North line and 2310 feet from the West line of Section 24,

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Otto-Reynolds Gale No. 1, located 2247 feet from the North line and 334 feet from the West line of Section 24.

- (3) That the applicants seek an order promulgating rules governing the drilling, spacing, and production of gas wells in said Bloomfield-Farmington Oil Pool.
- (4) That the applicants further seek approval of unorthodox gas well locations for the three above-described wells.
- (5) That the evidence indicates that the subject wells are producing from the same common source of supply that has heretofore been designated and defined as the Bloomfield-Farmington Oil Pool.
- (6) That accordingly the Statewide Rules and Regulations relative to well locations and proration units for oil wells should apply to the subject wells.
- (7) That the subject wells are on orthodox locations for oil wells, and thus the requested unorthodox well locations are not necessary.

IT IS THEREFORE ORDERED:

That all wells located within the vertical and horizontal limits of the Bloomfield-Farmington Oil Pool, San Juan County, New Mexico, shall be drilled, spaced, and prorated in accordance with the Statewide Commission Rules and Regulations pertaining to oil wells, including a gas-oil ratio limitation of 2000 to 1.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN. Member

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