

NMOCC Exhibit No. 1
Case No. 2563

Recommendation for the Northwest Nomenclature Case, May 16, 1962:

- (a) Create a new pool in Rio Arriba County, New Mexico, classified as an oil pool for Gallup production, designated as the Lybrook-Gallup Oil Pool and described as:

TOWNSHIP 23 NORTH, RANGE 7 WEST, N14PM

Section 2: S/2
Section 4: SW/4
Section 9: N/2 and SE/4
Section 10: All
Section 11: All
Section 14: N/2 NE/4
Section 15: N/2 NW/4

based on:

DISCOVERY WELL:

Dr. Sam G. Dunn #1 Dunn
K-10-23N-7W
IP 47 BOPD
Completed 11-14-56
Top Perf. 5597'.

Jacob I. Smith #2 State
K-2-23N-7W
IP 33 BOPD

Jacob I. Smith #1 State
O-2-23N-7W
IP 208 BOPD

Bco, Inc. #2-4 Campos
K-4-23N-7W
IP 318 BOPD

Reese & Assoc. #1-9 Benn
H-9-23N-7W
IP 288 BOPD

Southern Union Prod. #1 Dunn
F-9-23N-7W
IP 20 BOPD

Bco, Inc. #1-10 Campos
J-10-23N-7W
IP 336 BOPD

Reese & Assoc. #1-11 Van Denburgh
M-11-23N-7W
IP 334 BOPD

Bco, Inc. #1-14 Nancy B.
B-14-23N-7W
IP 110 BOPD

Bco, Inc. #1-15 Betty B.
C-15-23N-7W
IP 90 BOPD

- (b) Create a new pool in San Juan County, New Mexico, classified as an oil pool for Gallup production, designated as the Mesa-Gallup Oil Pool and described as:

TOWNSHIP 32 NORTH, RANGE 18 WEST, NMPM

Section 14: W/2 SE/4

Section 23: NE/4

Section 24: W/2

Section 25: NW/4 NE/4 and NE/4 NW/4

based on:

DISCOVERY WELL

Exploration Drilling #3 Navajo

N-24-32N-18W

IP 49 BOPD

Completed 3-15-61

Top Perf. 1110'

Exploration Drilling #4 Navajo

J-14-32N-18W

IP 6 BOPD

Exploration Drilling #8 Navajo

A-23-32N-18W

IP 96 BOPD

Exploration Drilling #11 Navajo

B-23-32N-18W

IP 87 BOPD

Texas Pacific Coal & Oil #2 Navajo Tribal "C"

H-23-32N-18W

IP 39 BOPD

Exploration Drilling #7 Navajo

E-24-32N-18W

IP 96 BOPD

Exploration Drilling #12 Navajo

F-24-32N-18W

IP 8 BOPD

Texas Pacific C and O #1 Navajo Tribal "C"

L-24-32N-18W

IP 92 BOPD

Texaco, Inc. #4 Aztec Navajo "A"

B-25-32N-18 W

IP 8 BOPD

Texaco, Inc. #5 Aztec Navajo "A"

C-25-32N-18W

IP 5 BOPD

- (c) Extend the Tapacito-Pictured Cliffs Pool boundary in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 3 WEST, NMPM

Section 6: SW/4

Section 7: NW/4

TOWNSHIP 27 NORTH, RANGE 5 WEST, NMPM

Section 5: NW/4

Section 6: NE/4

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based on:

Consolidated Oil & Gas #1-6 Tribal "C"
M-6-26N-3W
AOP 3180 MCFPD; SICP 904#/7 days

EPNG #62 SJU 27-5
A-6-27N-5W
AOP 922 MCFPD; SICP 1030#/11 days

- (d) Extend the Puerto Chiquito-Gallup Oil Pool boundary in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 1 EAST, NMPM
Section 5: NW/4
Section 6: SE/4 NE/4

based on:

R. L. Bayless #1-X Hijo
P-5-26N-1E
IP 8 BOPD

R. L. Bayless #1 Bernie
H-6-26N-1E
IP 35 BOPD

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. 2563
ORDER NO. R-2242

THE APPLICATION OF THE OIL
CONSERVATION COMMISSION UPON
ITS OWN MOTION FOR AN ORDER
CREATING AND EXTENDING CERTAIN
POOLS IN RIO ARriba AND SAN
JUAN COUNTIES, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 16, 1962, at Hobbs, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 23rd day of May, 1962, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, 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 proposed creation of a new pool in Section 10, Township 23 North, Range 7 West, Rio Arriba County, New Mexico, for the production of oil from the Gallup formation should be dismissed pending further study.

(3) That there is need for the creation of a new pool in San Juan County, New Mexico, for the production of oil from the Gallup formation, said pool to bear the designation Mesa-Gallup Oil Pool. Said Mesa-Gallup Oil Pool was discovered by Exploration Drilling Company, Navajo #5, located in the SW/4, Unit N, of Section 24, Township 32 North, Range 18 West, NMPM. It was completed August 15, 1961. Top of perforations is 1110 feet.

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Order No. R-2242

(4) That there is need for certain extensions to the Tapacito-Pictured Cliffs Pool and to the Puerto Chiquito-Gallup Oil Pool in Rio Arriba County, New Mexico.

IT IS THEREFORE ORDERED:

(a) That the proposed creation of a new pool in Rio Arriba County, New Mexico, classified as an oil pool for Gallup production, designated as the Lybrook-Gallup Oil Pool, consisting of the following described area:

TOWNSHIP 23 NORTH, RANGE 7 WEST, NMPM

Section 2: S/2
Section 4: SW/4
Section 9: N/2 and SE/4
Section 10: All
Section 11: All
Section 14: N/2 NE/4
Section 15: N/2 NW/4

is hereby dismissed.

(b) That a new pool in San Juan County, New Mexico, classified as an oil pool for Gallup production, is hereby created and designated as the Mesa-Gallup Oil Pool, consisting of the following-described area:

TOWNSHIP 32 NORTH, RANGE 18 WEST, NMPM

Section 14: W/2 SE/4
Section 23: NE/4
Section 24: W/2
Section 25: NW/4 NE/4 and NE/4 NW/4

(c) That the Tapacito-Pictured Cliffs Pool in Rio Arriba County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 26 NORTH, RANGE 3 WEST, NMPM

Section 6: SW/4
Section 7: NW/4

TOWNSHIP 27 NORTH, RANGE 5 WEST, NMPM

Section 5: NW/4
Section 6: NE/4

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(d) That the Puerto Chiquito-Gallup Oil Pool in Rio Arriba County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 26 NORTH, RANGE 1 EAST, NMPM

Section 5: NW/4

Section 6: SE/4 NE/4

IT IS FURTHER ORDERED:

That the effective date of this order and all creations, extensions, and abolishments included herein shall be June 1, 1962.

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

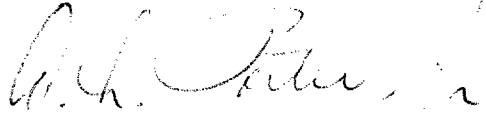
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman



E. S. WALKER, Member



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



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