

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. 10376
Order No. R-9573

THE APPLICATION OF THE OIL CONSERVATION
DIVISION UPON ITS OWN MOTION FOR AN
ORDER EXTENDING CERTAIN EXISTING POOLS
IN MCKINLEY, 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 August 22, 1991, at Santa Fe, New Mexico, before Examiner Jim Morrow.

NOW, on this 23rd day of August, 1991, 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 certain extensions to the Bisti-Lower Gallup Oil Pool, the South Bisti-Gallup Oil Pool, the West Kutz-Pictured Cliffs Pool, and the North Pinon-Fruitland Sand Pool, all in San Juan County, New Mexico, and the Blanco-Pictured Cliffs Pool and the Otero-Chacra Pool, both in Rio Arriba and San Juan Counties, New Mexico, and the Lybrook-Gallup Oil Pool in Rio Arriba, San Juan, and Sandoval Counties, New Mexico, and the Ojo Encino-Entrada Oil Pool in McKinley County, New Mexico.

IT IS THEREFORE ORDERED THAT:

(a) The Bisti-Lower Gallup Oil Pool in San Juan County, New Mexico, as heretofore classified, defined, and described,

is hereby extended to include therein:

TOWNSHIP 25 NORTH, RANGE 12 WEST, NMPM

Section 18: NE/4

(b) 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 9: N/2

Section 10: W/2 NW/4

(c) The Blanco-Pictured Cliffs Pool in Rio Arriba and San Juan Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 31 NORTH, RANGE 9 WEST, NMPM

Section 8: E/2

Section 9: S/2

Section 10: SW/4

Section 16: All

Section 17: E/2

Section 21: W/2

(d) 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 28 NORTH, RANGE 11 WEST, NMPM

Section 7: W/2

Section 18: All

TOWNSHIP 28 NORTH, RANGE 12 WEST, NMPM

Section 10: E/2

Section 11: E/2

Sections 12 and 13: All

TOWNSHIP 29 NORTH, RANGE 12 WEST, NMPM

Section 16: SW/4

Section 17: SE/4

Section 18: All

Section 20: NE/4

Section 21: All

Sections 26 and 27: All

Sections 34 and 35: All

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TOWNSHIP 29 NORTH, RANGE 13 WEST, NMPM
Section 13: All

(e) The Lybrook-Gallup Oil Pool in Rio Arriba, San Juan, and Sandoval Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 23 NORTH, RANGE 7 WEST, NMPM
Section 21: SW/4 NE/4, NW/4 NE/4,
and SE/4 NE/4

(f) The Ojo Encino-Entrada Oil Pool in McKinley County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 20 NORTH, RANGE 5 WEST, NMPM
Section 21: SE/4 SW/4

(g) The Otero-Chacra Pool in Rio Arriba and San Juan Counties, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 27 NORTH, RANGE 9 WEST, NMPM
Section 13: SE/4

(h) The North Pinon-Fruitland Sand 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 30: NE/4

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

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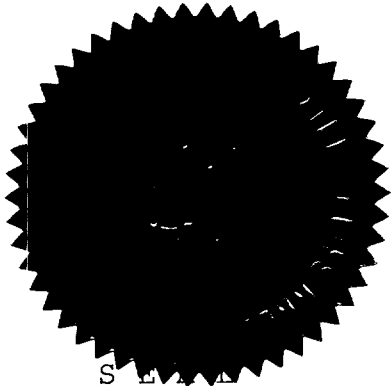
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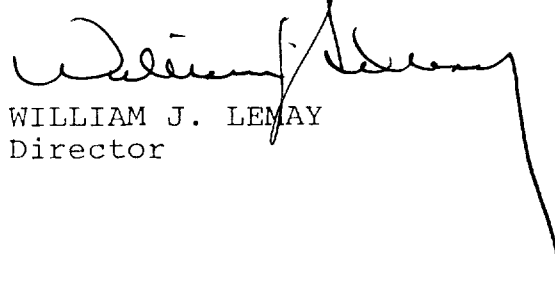
to the well bears to a standard unit for the pool. Failure to file Form C-102 dedicating a standard unit to the well or to obtain a non-standard unit approved by the Division within said 60-day period shall subject the well to cancellation of allowable.

(2) The effective date of this order and all extensions included herein shall be September 1, 1991.

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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