

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. 10245 (Reopened) Order No. R-9467-B

IN THE MATTER OF CASE 10245 BEING REOPENED PURSUANT TO THE PROVISIONS OF DIVISION ORDER NO. R-9467-A, WHICH ORDER STAYED DIVISION ORDER NO. R-9467, DATED MARCH 15, 1991, WHICH ORDER IN TURN CREATED, DESIGNATED AND PROMULGATED SPECIAL RULES AND REGULATIONS FOR THE WARREN BLINEBRY-TUBB OIL AND GAS POOL, LOCATED IN TOWNSHIP 20 SOUTH, RANGE 38 EAST, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on May 16, 1991, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 5th day of June, 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) By Order No. R-9467 dated March 15, 1991, the Division, upon application of Conoco Inc., created, defined and promulgated Special Rules and Regulations for the Warren Blinebry-Tubb Oil and Gas Pool, located in Township 20 South, Range 38 East, NMPM, Lea County, New Mexico, for the purpose of conducting efficient waterflood operations within the boundaries of said pool.

(3) Said order was a companion case to the Division's approval of Conoco's request for expansion of its Conoco Southland Blinebry Cooperative Waterflood Project in Division Case No. 10220 (Order No. R-6906-B).

(4) The effective date of said Order No. R-9467 was March 1, 1991.

(5) Subsequent to the issuance of said Order No. R-9467, Conoco requested a 90-day postponement of the March 1, 1991 effective date due to the fact that it failed to solicit from the United States Bureau of Land Management (BLM) approval of a new and separate participating area for the acreage included in said waterflood expansion and in Order No. R-9467 prior to recognizing the existence of the newly created pool in its accounting system.

(6) Conoco's request for stay was approved by Division Order No. R-9467-A, dated April 11, 1991, provided that Conoco appear at a hearing and present evidence and testimony to show cause why the stay order should not be vacated.

(7) The applicant's evidence and testimony in this case indicates that it is in the process of seeking BLM approval as described in Finding No. (5) above, and expects said approval within a short period of time.

(8) The applicant requested that the effective date of Order No. R-9467 be the first day of the month following the date in which BLM approval is granted.

(9) Subsequent to the hearing, the Division was notified that the BLM has approved the applicant's request described in Finding No. (5) above effective June 1, 1991.

(10) The effective date of Division Order No. R-9467, as amended, should be June 1, 1991.

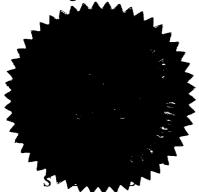
IT IS THEREFORE ORDERED THAT:

(1) Division Order No. R-9467 dated March 15, 1991, which order created, defined and promulgated Special Rules and Regulations for the Warren Blinebry-Tubb Oil and Gas Pool, located in Township 20 South, Range 38 East, NMPM, Lea County, New Mexico, is hereby effective June 1, 1991.

(2) Jurisdiction is hereby retained for the entry of such further orders as the Division may deem necessary.

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



STATE OF NEW MEXICO OIL CONSERVATION DIVISION

QQ

WILLIAM J. LEMAY Director