

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. 10835
Order No. R-9982

THE APPLICATION OF THE OIL CONSERVATION
DIVISION UPON ITS OWN MOTION FOR AN
ORDER EXTENDING CERTAIN POOLS IN 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 September 23, 1993, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 1st day of October, 1993, 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 Alamito-Gallup Oil Pool in Sandoval County, New Mexico, the Ballard-Pictured Cliffs Pool and the Lybrook-Gallup Oil Pool, both in Rio Arriba, Sandoval, and San Juan Counties, New Mexico, the Blanco-Pictured Cliffs Pool and the Otero-Chacra Pool, both in Rio Arriba and San Juan Counties, New Mexico, the South Blanco-Tocito Oil Pool, the Gavilan Greenhorn-Graneros-Dakota Oil Pool, and the Largo-Gallup Pool, all in Rio Arriba County, New Mexico, the Flora Vista-Fruitland Sand Pool, the Fulcher Kutz-Pictured Cliffs Pool, the Gallegos-Gallup Associated Pool, the Horseshoe-Gallup Oil Pool, the Kutz-Gallup Oil Pool, and the West Kutz-Pictured Cliffs Pool, all in San Juan County, New Mexico.

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(3) The effective date of this order and all extensions included herein should be October 1, 1993.

IT IS THEREFORE ORDERED THAT:

(a) The Alamito-Gallup Oil Pool in Sandoval County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 23 NORTH, RANGE 7 WEST, NMPM

Section 27: SE/4 SW/4 and S/2 SE/4

Section 34: NE/4 NW/4 and N/2 NE/4

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

TOWNSHIP 23 NORTH, RANGE 2 WEST, NMPM

Section 31: All

Section 32: SW/4

TOWNSHIP 23 NORTH, RANGE 3 WEST, NMPM

Section 36: SE/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 33: NE/4

Section 34: NW/4

(d) The South Blanco-Tocito Oil Pool in Rio Arriba County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 26 NORTH, RANGE 6 WEST, NMPM

Section 5: N/2

TOWNSHIP 27 NORTH, RANGE 6 WEST, NMPM

Section 32: SE/4

(e) The Flora Vista-Fruitland Sand Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

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TOWNSHIP 30 NORTH, RANGE 12 WEST, NMPM
Section 15: SW/4
Section 22: W/2

(f) The Fulcher Kutz-Pictured Cliffs 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 23: S/2 and NW/4

(g) The Gallegos-Gallup Associated Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 26 NORTH, RANGE 10 WEST, NMPM
Section 32: N/2
Section 33: N/2
Section 34: N/2

(h) The Gavilan Greenhorn-Graneros-Dakota Oil Pool in Rio Arriba County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 24 NORTH, RANGE 2 WEST, NMPM
Section 11: All
Section 14: N/2

(i) The Horseshoe-Gallup Oil Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 31 NORTH, RANGE 17 WEST, NMPM
Section 23: NW/4 NE/4

(j) The Kutz-Gallup Oil Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 27 NORTH, RANGE 11 WEST, NMPM
Section 10: S/2

(k) The West Kutz-Pictured Cliffs Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

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TOWNSHIP 29 NORTH, RANGE 12 WEST, NMPM
Section 22: SW/4

(l) The Largo-Gallup Pool in Rio Arriba County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 26 NORTH, RANGE 7 WEST, NMPM
Section 1: All
Section 2: E/2

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

TOWNSHIP 23 NORTH, RANGE 7 WEST, NMPM
Section 16: S/2 SW/4, NW/4 SW/4, and
SW/4 SE/4
Section 21: NW/4

(n) 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 29 NORTH, RANGE 9 WEST, NMPM
Section 28: S/2
Section 29: SE/4

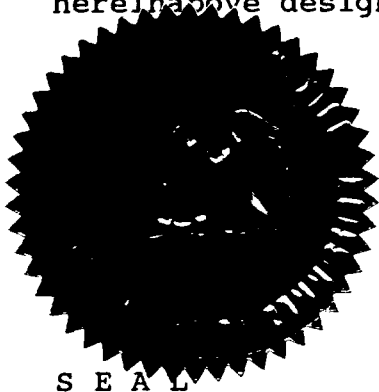
IT IS FURTHER ORDERED THAT:

(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 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.

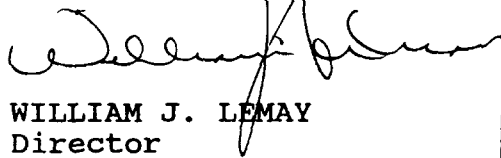
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(2) The effective date of this order and all extensions included herein shall be October 1, 1993.

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



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


WILLIAM J. LEMAY
Director