

NON-STANDARD PRORATION UNITS
FOR FORMATIONS DEEPER THAN
THE MESAVERDE

EXHIBIT #2
CASE: #8853
EXAMINER: M. STOGNER

TOWNSHIP 26 NORTH, RANGE 2 WEST, RIO ARRIBA COUNTY, NEW MEXICO

<u>TRACT</u>	<u>ACREAGE</u>	<u>SECTIONS</u>	<u>DESCRIPTION</u>
A	238.90	5 6	Lots 3 and 4 and S/2 NW/4 Lots 1 and 2
B	243.93	5 6	SW/4 Lots 3 and 4
C	244.84	7 8	Lots 1 and 2 NW/4
D	245.48	7 8	Lots 3 and 4 SW/4
E	246.29	17 18	NW/4 Lots 1 and 2
F	247.27	17 18	SW/4 Lots 3 and 4
G	248.32	19 20	Lots 1 and 2 NW/4
H	249.44	19 20	Lots 3 and 4 SW/4
I	250.25	29 30	NW/4 Lots 1 and 2
J	250.75	29 30	SW/4 Lots 3 and 4
K	251.36	31 32	Lots 1 and 2 NW/4
L	252.08	31 32	Lots 3 and 4 SW/4

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

APPLICATION OF THE OIL CONSERVATION DIVISION
ON ITS OWN MOTION TO CONSIDER ESTABLISHING
NON-STANDARD PRORATION AND SPACING UNITS FOR
ANY AND ALL FORMATIONS AND/OR POOLS DEVELOPED
ON 320-ACRE SPACING FROM THE BASE OF THE BLANCO
MESAVERDE POOL DOWNWARD IN SECTIONS 5 THROUGH 8,
17 THROUGH 20, AND 29 THROUGH 32, ALL IN TOWNSHIP
26 NORTH, RANGE 2 WEST, NMPM, RIO ARRIBA COUNTY,
NEW MEXICO

CASE NO. 8853
Order No. R-8230

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on April 2, 1986, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 21st day of May, 1986, 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) At the time of the hearing Division Cases Nos. 8852 and 8853 were consolidated for the purpose of testimony.

(3) Due to variations in legal subdivisions of the United States Public Land Surveys along the western boundary of Township 26 North, Range 2 West, NMPM, Rio Arriba County, New Mexico, Sections 6, 7, 18, 19, 30, and 31 of said Township are irregular in size.

(4) In order to ensure systematic development of said sections, thereby preventing waste and protecting correlative rights, the Division should establish individual non-standard proration units of approximately 320 acres for any and all formations and/or pools developed on 320-acre spacing and proration units from the base of the Blanco Mesaverde Pool

downward in Sections 6 through 8, 17 through 20, and 29 through 32, all in said Township 26 North, Range 2 West.

(5) The acreage contained in each individual proration unit should be based on the latest official surveys and/or resurveys accepted by the United States Department of the Interior.

(6) No party objected to the establishment of the proposed non-standard proration units.

IT IS THEREFORE ORDERED THAT:

(1) The following described non-standard spacing and proration units for any and all formations and/or pools developed on 320-acre spacing from the base of the Blanco Mesaverde Pool downward, Rio Arriba County, New Mexico, are hereby established:

TOWNSHIP 26 NORTH, RANGE 2 WEST, NMPM

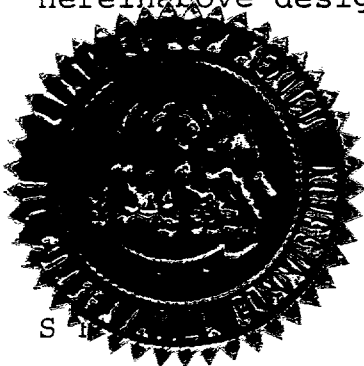
<u>UNIT</u>	<u>ACREAGE</u>	<u>SECTIONS</u>	<u>DESCRIPTIONS</u>
1	238.90	5 6	Lots 3 and 4 and S/2 NW/4 Lots 1 and 2
2	243.93	5 6	SW/4 Lots 3 and 4
3	244.84	7 8	Lots 1 and 2 NW/4
4	245.48	7 8	Lots 3 and 4 SW/4
5	246.29	17 18	NW/4 Lots 1 and 2
6	247.27	17 18	SW/4 Lots 3 and 4
7	248.32	19 20	Lots 1 and 2 NW/4
8	249.44	19 20	Lots 3 and 4 SW/4
9	250.25	29 30	NW/4 Lots 1 and 2

10	250.75	29	SW/4
		30	Lots 3 and 4
11	251.36	31	Lots 1 and 2
		32	NW/4
12	252.08	31	Lots 3 and 4
		32	SW/4

(2) The acreage contained in each of the above-described proration units is based on the latest official surveys and/or resurveys accepted by the United States Department of the Interior, and, in the event further official surveys are made in the subject township, the acreage in each affected proration unit shall conform to the change.

(3) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

R. L. Stamets
R. L. STAMETS
Director