

**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. 11617
Order No. R-10602-A**

**APPLICATION OF MANZANO OIL
CORPORATION TO AMEND DIVISION
ORDER NO. R-10602 BY COMPUL-
SORY POOLING ADDITIONAL
ACREAGE, FOR AN UNORTHODOX
OIL WELL LOCATION, AND FOR THE
CREATION OF TWO NEW POOLS AND
THE PROMULGATION OF SPECIAL
POOL RULES THEREFOR, LEA
COUNTY, NEW MEXICO.**

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on September 26, 1996, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 9th day of October, 1996, 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-10602 issued in Case No. 11513 on May 23, 1996, the Division, upon application of Manzano Oil Corporation, pooled all mineral interests from the surface to the base of the Strawn formation underlying the NE/4 SW/4 of Section 11, Township 16 South, Range 36 East, NMPM, thereby forming a standard 40-acre spacing and proration unit for any and all formations and/or pools spaced on 40 acres within said vertical extent. Said unit was to be dedicated to the applicant's proposed "SV" Chipshot Well No. 1 to be drilled at an approved unorthodox location (40-acre spacing) 2164 feet from the South line and 1362 feet from the West line (Unit K) of Section 11.

