BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 364 ORDER NO. R-158

THE APPLICATION OF AMERADA PETROLEUM CORPORATION FOR AN ORDER GRANTING TEM-PORARY EXCEPTION TO PARAGRAPH (B) OF RULE 506 OF THE NEW MEXICO OIL CONSERVATION COMMISSION'S RULES AND REGULATIONS, THE EXCEPTION RELATING TO THE PRODUCTION OF OIL AND GAS IN THE HIGHTOWER PERMOPENNSYLVANIAN POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9:00 a.m. April 15, 1952, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 20th day of May, 1952, the Commission, a quorum being present, having considered the testimony adduced at said hearing, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That by virtue of Order No. R-17-A the Commission defined and described the Hightower Permo-Pennsylvanian Pool and classified it as an oil pool; that under the rovisions of Rule 506 (d) the Hightower Permo-Pennsylvanian Pool has a gasoil ratio limitation of 2,000 cubic feet of gas per barrel of oil produced.
- (3) That the granting of a temporary exception to Paragraph (d) of Rule 506 of the Commission's Rules and Regulations would not be in the interest of conservation and would tend to promote waste of reservoir energy, resulting in underground waste.

IT IS THEREFORE ORDERED:

- (1) That the application of Amerada Petroleum Corporation be and the same hereby is denied.
- (2) That operators in the Hightower Permo-Pennsylvanian Pool shall produce gas wells in compliance with Rule 5-6 of the Commission's Rules and Regulations.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

GUY SHEPARD, Member

R. R. SPURRIER, Secretary

seal