Entered February 14, 1968 all.

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

CASE No. 3348 Order No. R-3019-B

APPLICATION OF JOSEPH I. O'NEILL, Jr., FOR SPECIAL RULES FOR THE SOUTH PRAIRIE-SAN ANDRES POOL, ROOSEVELT COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 7, 1968, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 14th day of February, 1968, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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 Order No. R-3019, dated December 22, 1965, temporary Special Rules and Regulations were promulgated for the South Prairie-San Andres Pool, Roosevelt County, New Mexico.
- (3) That pursuant to the provisions of said Order No. R-3019, Case 3348 was reopened December 7, 1966, to allow the operators in the subject pool to appear and present all available information, including interference test results, to establish the area that could be efficiently and economically developed by one well and to show cause why the South Prairie-San Andres Pool should not be developed on 40-acre spacing units.
- (4) That the results of interference tests taken during the temporary one-year period were inconclusive and that by Order No. R-3019-A, dated December 9, 1966, the temporary rules and regulations were continued in effect for an additional period of time during which time additional interference tests should be conducted.

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- (5) That pursuant to the provisions of Order No. R-3019-A, this case was reopened to allow the operators in the subject pool to appear and present all available information, including additional interference test results, to establish the area that can be efficiently and economically drained and developed by one well and show cause why the South Prairie-San Andres Pool should not be developed on 40-acre spacing units.
- (6) That no additional interference tests have been conducted to gather additional reservoir information concerning the subject pool.
- (7) That no additional evidence was presented to establish the area that can be efficiently and economically drained and developed by one well in the South Prairie-San Andres Pool.
- (8) That it has not been established that one well can efficiently and economically drain and develop 80 acres in the subject pool.
- (9) That the Special Rules and Regulations promulgated by Orders Nos. R-3019 and R-3019-A should be abolished.

IT IS THEREFORE ORDERED:

- (1) That the Special Rules and Regulations governing the South Prairie-San Andres Pool, promulgated by Orders Nos. R-3019 and R-3019-A, are hereby abolished.
- (2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

DAVID F. CARGO, Chairman

YTON D. HAYS, M

A. L. PORTER, Jr., Member & Secretary

SEAL

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