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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. 4222 Order No. R-3850-B

IN THE MATTER OF CASE 4222 BEING REOPENED PURSUANT TO THE PROVISIONS OF ORDER NO. R-3850-A, WHICH ORDER CONTINUED 80-ACRE SPACING UNITS FOR THE WEST SAWYER-SAN ANDRES POOL, LEA COUNTY, NEW MEXICO, FOR AN ADDITIONAL ONE-YEAR PERIOD.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 15, 1971, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 5th day of October, 1971, 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-3850-A, dated October 6, 1970, the temporary Special Rules and Regulations promulgated by Order No. R-3850 for the West Sawyer-San Andres Pool, Lea County, New Mexico, establishing 80-acre spacing units were continued for an additional period of one year.
- (3) That pursuant to the provisions of Order No. R-3850-A, this case was reopened to allow the operators in the subject pool to appear and show cause why the West Sawyer-San Andres Pool should not be developed on 40-acre spacing units and present evidence as to whether or not the subject pool is in fact an associated reservoir.

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- (4) That the evidence establishes that one well in the West Sawyer-San Andres Pool can efficiently and economically drain and develop 80 acres.
- (5) That the Special Rules and Regulations promulgated by Order No. R-3850 and continued in effect by Order No. R-3850-A have afforded and will afford to the owner of each property in the pool the opportunity to produce his just and equitable share of the oil in the pool.
- (6) That in order to prevent the economic loss caused by the drilling of unnecessary wells, to avoid the augmentation of risk arising from the drilling of an excessive number of wells, to prevent reduced recovery which might result from the drilling of too few wells, and to otherwise prevent waste and protect correlative rights, the Special Rules and Regulations promulgated by Order No. R-3850, and continued in effect by Order No. R-3850-A, should be continued in full force and effect until further order of the Commission.

IT IS THEREFORE ORDERED:

- (1) That the Special Rules and Regulations governing the West Sawyer-San Andres Pool, Lea County, New Mexico, promulgated by Order No. 3850, and continued in effect by Order No. R-3850-A, are hereby continued in full force and effect until further order of the Commission.
- (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

BRUCE-KING, Chairman

ALEX J. ARMIJO, Mémber

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

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