

Entered June 25, 1964
ALP

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. 3058
Order No. R-2725

APPLICATION OF CITIES SERVICE OIL
COMPANY TO ESTABLISH A SPECIAL GOR
LIMIT, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 27, 1964, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 18th day of June, 1964, 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 the applicant, Cities Service Oil Company, seeks the establishment of a special gas-oil ratio limit of 6000 cubic feet of gas for each barrel of oil produced in the Reeves-Pennsylvanian Pool, Lea County, New Mexico.

(3) That the applicant has not established that waste is occurring or that correlative rights are being violated under the present GOR limit of 2000 cubic feet of gas for each barrel of oil produced in the Reeves-Pennsylvanian Pool.

(4) That the applicant has not established that approval of the subject application will prevent waste or protect correlative rights.

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(5) That approval of the subject application would violate the correlative rights of other operators in the Reeves-Pennsylvanian Pool by permitting the applicant to produce more than its just and equitable share of the oil and gas in the pool.

(6) That the subject application should be denied.

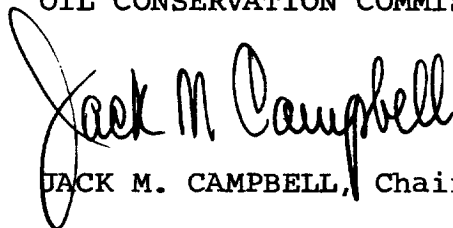
IT IS THEREFORE ORDERED:

(1) That the subject application is hereby denied.

(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



JACK M. CAMPBELL, Chairman



E. S. WALKER, Member



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

S E A L

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