Commission Hearing - Wednesday - June 1, 1983

shutting-in of wells which are six times over-produced would be suspended for the period from date of reclassification through December of 1983 to accomodate those wells which may be subject to shut-in as the result of assignment of lower than normal allowables during the first seven months of 1983. In the alternative to reclassification of <u>all</u> wells as marginal, applicant proposes that a level of production of 33 Mcf per day, or other appropriate level, be established below which wells would automatically retain their classification as marginal.

Docket No. 18-83

DOCKET: COMMISSION HEARING - WEDNESDAY - JUNE 1, 1983

OIL CONSERVATION COMMISSION - 9 A.M. - ROOM 205 STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

CASE 7803: (Continued from May 12, 1983, Commission Hearing)

Application of Jack J. Grynberg for determination of reasonable well costs, for change of operator, and for apportionment and allocation of the non-consenting interests under Oil Conservation Commission Order No. R-6930-A, which pooled the SE/4 of Section 12, Township 5 South, Range 24 East, NMPM, Chaves County, New Mexico. Applicant further seeks the recovery of his drilling cost and expenses plus 200% under authority of Division Order R-6925 for the drilling of another well as a dry hole on the above descr:bed lands.

CASE 7891: 1

Page 5 of 5

In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider amendments to the Geothermal Rules and Regulations. The Commission will consider proposed amendments to certain definitions, the bonding requirements, and the addition of a class of well known as a thermal gradient well. Copies of all rule changes and forms as presently proposed are available for inspection during normal business hours at the main office of the Oil Conservation Division, State Land Office Building, Santa Fe, and at the Division's District Offices at Artesia, Aztec and Hobbs.