

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

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

CASE NO. 1221
Order No. R-586-B

APPLICATION OF THE OIL CONSERVATION
COMMISSION UPON ITS OWN MOTION FOR
AN ORDER AMENDING THE SPECIAL RULES
AND REGULATIONS FOR THE TUBB GAS POOL
TO MAKE PROVISION IN SAID RULES FOR
THE REGULATION OF OIL WELLS COMPLETED
WITHIN THE DEFINED LIMITS OF SAID POOL;
AND FURTHER, TO CONSIDER THE DELETION
OF THAT PORTION OF ORDER R-586 WHICH
RELATES TO THE BYERS-QUEEN GAS POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on March 14, 1957, May 16, 1957 and again July 17, 1957, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 9th day of September, 1957, the Commission, a quorum being present, having considered the testimony and evidence adduced 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 case and the subject matter thereof.

(2) That several wells have been completed within the defined limits of the Tubb Gas Pool which are capable of producing liquid hydrocarbons with gravities in the range which is commonly accepted to be that of crude petroleum oil, and that such wells should be classified as oil wells.

(3) That to classify, space, and prorate the aforesaid wells as though they were gas wells could be unfair to the royalty owners in the Tubb Gas Pool.

(4) That an oil well in the Tubb Gas Pool should be defined as a well which produces liquid hydrocarbons possessing a gravity of 45° API or less.

(5) That an oil well in the Tubb Gas Pool should have dedicated thereto a proration unit consisting of 40 acres, more or less, being a governmental quarter-quarter section legal subdivision of the United States Public Land Surveys.

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(6) That no acreage should be simultaneously dedicated to an oil well and to a gas well in the Tubb Gas Pool.

(7) That the limiting gas-oil ratio for oil wells in the Tubb Gas Pool should be 2000 cubic feet of gas for each barrel of oil produced.

(8) That the Special Rules and Regulations for the Byers-Queen Gas Pool as set forth in Order R-586 should be deleted since the production from the said Byers-Queen Gas Pool is no longer of sufficient consequence to warrant its continued prorationing.

IT IS THEREFORE ORDERED:

(1) That the Special Rules and Regulations for the Tubb Gas Pool as set forth in Order R-586, be and the same are hereby amended to include the following rules:

SPACING AND OPERATION OF OIL WELLS

RULE 16. An oil well in the Tubb Gas Pool shall be defined as a well which produces hydrocarbons possessing a gravity of 45° API or less.

RULE 17. An oil well in the Tubb Gas Pool shall have dedicated thereto a proration unit consisting of 40 acres, more or less, being a governmental quarter-quarter section legal subdivision of the United States Public Land Surveys.

RULE 18. No acreage shall be simultaneously dedicated to an oil well and to a gas well in the Tubb Gas Pool.

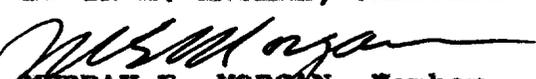
RULE 19. The limiting gas-oil ratio for oil wells in the Tubb Gas Pool shall be 2000 cubic feet of gas for each barrel of oil produced.

(2) That the Special Rules and Regulations for the Byers-Queen Gas Pool, as set forth in Order R-586, be and the same are hereby deleted effective September 30, 1957.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


EDWIN L. MECHEM, Chairman


MURRAY E. MORGAN, Member


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



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