Entered March 31,1958

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. 1394 Order No. R-1139-A

APPLICATION OF RALPH LOWE, ET AL., FOR AN ORDER REDUCING ALLOWABLES IN THE GLADIOLA (DEVONIAN) POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on March 13, 1958, and again on March 26, 1958, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this $28^{\frac{1}{2}}$ day of March, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced, and the testimony presented at said hearings 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, Ralph Lowe, appeared at the hearing March 13, 1958, and presented evidence to the effect that premature water encroachment and waste would occur in the Gladiola (Devonian) Pool if certain of the wells in said pool were permitted to produce at normal allowable rates; further that the Commission continued Case 1394 to March 26, 1958, and entered Interim Order No. R-1139, effective at 7 o'clock a.m., Mountain Standard Time, March 16, 1958, reducing the allowables in the Gladiola (Devonian) Pool until a permanent order of the Commission could be entered.

(3) That protestant, Pan American Petroleum Corporation, appeared at the hearing on March 26, 1958, and presented evidence to the effect that no premature water encroachment or waste is occurring, or is likely to occur in the future in the Gladiola (Devonian) Pool if wells in said pool are permitted to produce at normal unit allowable rates.

(4) That in the light of the evidence thus far adduced there does not appear to be a reasonable probability that premature water encroachment or waste will occur in the Gladiola (Devonian) Pool if the wells in said pool are permitted to produce at normal unit allowable rates. -2-Case No. 1394 Order No. R-1139-A

(5) That upon completion of its case, protestant, Pan American Petroleum Corporation, made a motion to dismiss Case No. 1394.

(6) That applicant, Ralph Lowe, objected to the motion for dismissal.

(7) That Interim Order No. R-1139 should be rescinded and that Case No. 1394 should be dismissed.

IT IS THEREFORE ORDERED:

1. That Interim Order No. R-1139 be and the same is hereby rescinded.

2. That the Proration Manager of the Commission be and the same is hereby directed to issue supplements to the April, 1958, Proration Schedule, authorizing the production during April, 1958, of that back allowable for the Gladiola (Devonian) Pool which was suspended by Emergency Order No. E-8 and Interim Order No. R-1139.

3. That Case No. 1394 be and the same is hereby dismissed.

4. That this order shall become effective at 7 o'clock a.m., Mountain Standard Time, April 1, 1958.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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EDWIN L. MECHEM, Chairman

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MURRAY E. MORGAN, Member

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

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