Entered August 21, 1961

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. 2135 Order No. R-1836-A

IN THE MATTER OF THE APPLICATION OF NEARBURG & INGRAM FOR THE ESTABLISHMENT OF 80-ACRE OIL PRORATION UNITS IN THE SOUTHWEST GLADIOLAPENNSYLVANIAN 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 July 13, 1961, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this <u>26th</u> day of July, 1961, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, 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 evidence presented indicates that the Southwest Gladiola-Pennsylvanian Pool can be efficiently and economically drained and developed on 80-acre proration units.
- (3) That to require development of the subject pool on 40-acre proration units might cause the drilling of unnecessary wells.
- (4) That correlative rights will not be impaired by development of the subject pool under rules allowing wells to be located in either quarter-quarter section of the 80-acre proration unit.
- (5) That development of the subject pool on 80-acre proration units will not cause waste.
- (6) That the temporary special rules and regulations promulgated for the subject pool by Order No. R-1836, entered in Case No. 2135 on December 14, 1960, should be made permanent.

-2-CASE No. 2135 Order No. R-1836-A

IT IS THEREFORE ORDERED:

- (1) That the temporary special rules and regulations promulgated for the Southwest Gladiola-Pennsylvanian Pool by Order No. R-1836, entered in Case No. 2135 on December 14, 1960, are hereby made permanent.
- (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

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EDWIN L. MECHEM, Chairman

E. S. WALKER, Member L. Cartur, L.

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

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