Contered action 16, 1962 11.4 P

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. 2503 Order No. R-2307

APPLICATION OF THE OIL CONSERVATION COMMISSION, ON ITS OWN MOTION, TO CONSIDER THE ESTABLISHMENT OF MINIMUM GAS ALLOWABLES IN CERTAIN OF THE PRO-RATED GAS POOLS OF SAN JUAN, RIO ARRIBA, AND SANDOVAL COUNTIES, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on August 15, 1962, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this <u>28th</u> day of August, 1962, 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 preponderance of the evidence indicates that the establishment of a minimum gas allowable of 1000 MCF per month in the Blanco-Mesaverde, Aztec-Pictured Cliffs, Ballard-Pictured Cliffs, Fulcher Kutz-Pictured Cliffs, South Blanco-Pictured Cliffs, and West Kutz-Pictured Cliffs Gas Pools, San Juan, Rio Arriba, and Sandoval Counties, New Mexico, will repay reasonable lifting costs and otherwise avoid the premature abandonment of wells in said pools, thereby preventing waste.

IT IS THEREFORE ORDERED:

(1) That the Special Pool Rules for the Blanco-Mesaverde, Aztec Pictured Cliffs, Ballard-Pictured Cliffs, Fulcher Kutz-Pictured Cliffs, South Blanco-Pictured Cliffs, and West Kutz-Pictured Cliffs Gas Pools, San Juan, Rio Arriba, and Sandoval

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Counties, New Mexico, as promulgated by Order No. R-1670 and amended by Order No. R-2086 be and the same are hereby amended by the inclusion of the following Special Rule 11 for said pools:

RULE 11: A minimum allowable of 1000 MCF per month per proration unit will be assigned in order to pre-vent the premature abandonment of wells.

(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

EDWIN L. MECHEM, Chairman

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S. WALKER, Member Ε.

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L. PORTER, Jr., Member & Secretary Α.

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