BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

> CASE No. 2659 Order No. R-2347-B

APPLICATION OF CABOT CORPORATION FOR THE CREATION OF A NEW OIL POOL AND FOR THE ESTABLISHMENT OF TEMPO-RARY RULES AND REGULATIONS, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 28, 1964, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>24th</u> day of November, 1964, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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 by Order No. R-2347, dated October 25, 1962, temporary Special Rules and Regulations were promulgated for the North Bagley-Wolfcamp Pool, Lea County, New Mexico.

(3) That by Order No. R-2347-A, dated October 30, 1963, said temporary Special Rules and Regulations were continued in full force and effect for an additional one-year period.

(4) That pursuant to the provisions of Order No. R-2347-A, this case was reopened to allow the operators in the subject pool to appear and show cause why the North Bagley-Wolfcamp pool should not be developed on 40-acre proration units.

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(5) That no additional wells have been drilled in the subject pool since the issuance of Order No. R-2347-A and the drilling of additional wells in the future is not anticipated.

(6) That the applicant has not established that one well can efficiently and economically drain and develop 80 acres in the subject pool.

(7) That no necessity exists for the continuation of the Special Rules and Regulations promulgated by Order No. R-2347 and that said rules should therefore be abolished.

IT IS THEREFORE ORDERED:

(1) That the Special Rules and Regulations governing the North Bagley-Wolfcamp Pool promulgated by Order No. R-2347 are hereby abolished.

(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

Chairman

Member KER arlis

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

SEAL

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