Entered February 9, 1966

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. 2720 Order No. R-2397-C

APPLICATION OF TENNECO OIL COMPANY FOR SPECIAL RULES AND REGULATIONS GOVERNING WELLS IN THE DOUBLE-X DELAWARE 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 January 26, 1966, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 9th day of February, 1966, 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 this case has been reopened pursuant to the provisions of Order No. R-2397-B.
- (3) That the evidence establishes that the Double-X Delaware Pool has been and will be effficiently and economically drained and developed under the Special Rules and Regulations promulgated by Orders Nos. R-2397, R-2397-A, and R-2397-B.
- (4) That the Special Rules and Regulations promulgated by Orders Nos. R-2397, R-2397-A, and R-2397-B have afforded and will afford to the owner of each property in the pool the opportunity to produce his just and equitable share of the oil and gas in the pool.

-2-CASE No. 2720 Order No. R-2397-C

(5) That to prevent the economic loss caused by the drilling of unnecessary wells, to avoid the augmentation of risk arising from the drilling of an excessive number of wells, to prevent reduced recovery which might result from the drilling of too few wells, and to otherwise prevent waste and protect correlative rights, the Special Rules and Regulations promulgated by Orders Nos. R-2397, R-2397-A, and R-2397-B should be continued in full force and effect until further order of the Commission.

IT IS THEREFORE ORDERED:

- (1) That the Special Rules and Regulations governing the Double-X Delaware Pool promulgated by Orders Nos. R-2397, R-2397-A, and R-2397-B are hereby continued in full force and effect until further order of the Commission.
- (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

JACK M. CAMPBELL, Chairman

GUYTON B. HAYS, Member

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

SEAL