

Entered March 17, 1964

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. 2744
Order No. R-2426-A

APPLICATION OF PAN AMERICAN PETROLEUM
CORPORATION FOR SPECIAL POOL RULES FOR
THE FOWLER-PADDOCK GAS POOL AND APPROVAL
OF A NON-STANDARD GAS UNIT, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on
February 19, 1964, at Santa Fe, New Mexico, before Examiner
Elvis A. Utz.

NOW, on this 13th day of March, 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-2426 dated February 13, 1963,
temporary Special Rules and Regulations were promulgated for the
Fowler-Paddock Gas Pool.
- (3) That pursuant to the provisions of Order No. R-2426,
this case was reopened to allow the operators in the subject pool
to appear and show cause why the Fowler-Paddock Gas Pool should
not be developed on 160-acre spacing units.
- (4) That the evidence establishes that one well in the
Fowler-Paddock Gas Pool can efficiently and economically drain
and develop 320 acres.
- (5) That to prevent the economic loss caused by the drill-
ing 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

-2-

CASE No. 2744
Order No. R-2426-A

too few wells, and to otherwise prevent waste and protect correlative rights, the Special Rules and Regulations promulgated by Order No. R-2426 should be continued in full force and effect until further order of the Commission.

(6) That the Special Rules and Regulations promulgated by Order No. R-2426 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 gas in the pool.

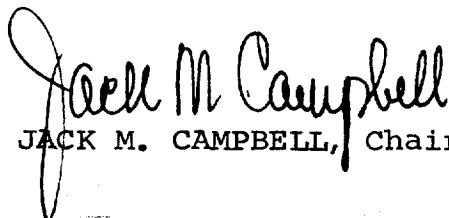
IT IS THEREFORE ORDERED:

(1) That the Special Rules and Regulations governing the Fowler-Paddock Gas Pool promulgated by Order No. R-2426 are hereby continued in full force and effect until further order of the Commission.

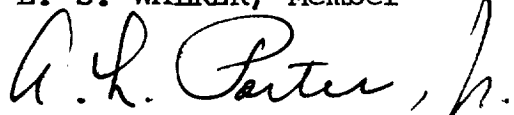
(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JACK M. CAMPBELL, Chairman


E. S. WALKER, Member


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

S E A L

esr/