

*Entered September 10, 1964*  
*W. P.*

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

CASE No. 3098  
Order No. R-2764

IN THE MATTER OF THE HEARING CALLED  
BY THE OIL CONSERVATION COMMISSION  
UPON ITS OWN MOTION TO CONSIDER A  
REVISION OF RULE 701-E-4.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on August 26, 1964, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 8th day of September, 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 Rule 701-E-4 of the Commission Rules and Regulations should be amended to establish a more current basic 40-acre Area Allowable Factor for waterfloods in Northwest New Mexico.

(3) That a normal unit allowable of 70 barrels of oil per day has been established in Northwest New Mexico for approximately four years.

(4) That a basic 40-acre Area Allowable Factor of 70 barrels of oil per day for waterfloods in Northwest New Mexico will afford to the operators of waterflood projects in said area the opportunity to produce their just and equitable share of the market demand for crude oil from Northwest New Mexico and will otherwise prevent waste and protect correlative rights.

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IT IS THEREFORE ORDERED:

(1) That Rule 701-E-4 of the Commission Rules and Regulations is hereby amended to read in its entirety as follows:

"4. The basic 40-acre Area Allowable Factor for the counties of Lea, Eddy, Chaves, and Roosevelt shall be 42. The basic 40-acre Area Allowable Factor for the counties of San Juan, Rio Arriba, Sandoval, and McKinley shall be 70."


(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

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