Entered why 27 1766

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. 3252 Order No. R-2917-A

APPLICATION OF HARVEY E. YATES AND YATES DRILLING COMPANY FOR THE CREATION OF A NEW GAS POOL AND FOR SPECIAL POOL RULES, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on July 19, 1966, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 27th day of July, 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 by Order No. R-2917, dated June 8, 1965, temporary Special Rules and Regulations were promulgated for the McMillan-Morrow Gas Pool, Eddy County, New Mexico.
- (3) That pursuant to the provisions of Order No. R-2917, this case was reopened to allow the operators in the subject pool to appear and show cause why the McMillan-Morrow Gas Pool should not be developed on 320-acre spacing units.
- (4) That the applicants have not presented sufficient evidence concerning the reservoir characteristics of the McMillan-Morrow

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Gas Pool to enable the Commission to determine that said temporary Special Rules and Regulations should be made permanent.

- (5) That the temporary Special Rules and Regulations for the McMillan-Morrow Gas Pool, promulgated by Order No. R-2917, should be continued in effect until further order of the Commission in order to allow the operators in the subject pool sufficient time to gather additional information concerning the reservoir characteristics of the pool.
- (6) That this case should be reopened at an examiner hearing in January, 1968, at which time the applicants and all interested parties should appear and show cause why the McMillan-Morrow Gas Pool should not be developed on 320-acre spacing units.

IT IS THEREFORE ORDERED:

- (1) That the temporary Special Rules and Regulations for the McMillan-Morrow Gas Pool, promulgated by Order No. R-2917, are hereby continued in full force and effect until further order of the Commission.
- (2) That this case shall be reopened at an examiner hearing in January, 1968, at which time the applicants and all interested parties may appear and show cause why the McMillan-Morrow Gas Pool should not be developed on 320-acre spacing units.
- (3) 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

OLL CONSERVATION COMMISSION

K M. CAMPBELL, Chairma

WYTON B. HAYS, Member

SEAL

L. PORTER, Jr., Member & Secretary

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