

Entered July 14, 1966
CLP

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. 3261
Order No. R-2931-A

APPLICATION OF AMERADA PETROLEUM CORPORATION
FOR A POOL EXTENSION AND SPECIAL RULES, LEA
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on June 8, 1966, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 14th 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-2931, dated June 15, 1965, temporary Special Rules and Regulations were promulgated for the Jenkins-Cisco Pool, Lea County, New Mexico, with the provision that said temporary rules be reconsidered at a hearing to be held in July, 1966.
- (3) That the applicant, Amerada Petroleum Corporation, seeks amendment of the Special Rules and Regulations promulgated by Order No. R-2931 to provide for 160-acre oil proration units, and the establishment of a 160-acre proportional factor of 6.77 for allowable purposes.
- (4) That the evidence establishes that the assignment of a proportional factor of 6.77 may cause reservoir damage and resultant waste.

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(5) That to prevent such waste and to protect correlative rights, applicant's request for the establishment of 160-acre oil proration units should be denied.

(6) That the applicant, Amerada Petroleum Corporation, also seeks extension of the horizontal limits of the subject pool to include the following additional area in Lea County, New Mexico:

TOWNSHIP 9 SOUTH, RANGE 34 EAST, NMPM

Section 23: SE/4

Section 25: W/2

Section 26: E/2

TOWNSHIP 9 SOUTH, RANGE 35 EAST, NMPM

Section 19: N/2 SW/4

Section 30: SW/4 and S/2 NW/4

(7) That the applicant's request for extension of the horizontal limits of the subject pool to include the above-described lands should be denied.

IT IS THEREFORE ORDERED:

(1) That the application of Amerada Petroleum Corporation for the amendment of the Special Rules and Regulations promulgated by Order No. R-2931 to provide for 160-acre oil proration units and the establishment of a 160-acre proportional factor for the Jenkins-Cisco Pool, Lea County, New Mexico, is hereby denied.

(2) That the Special Rules and Regulations governing the Jenkins-Cisco Pool, promulgated by Order No. R-2931, are hereby continued in full force and effect until further order of the Commission.

(3) That the applicant's request for extension of the horizontal limits of the Jenkins-Cisco Pool in Lea County, New Mexico, is hereby denied.

(4) That the provision of Order No. R-2931 that Case No. 3261 be reopened at a hearing in July, 1966, is hereby rescinded.

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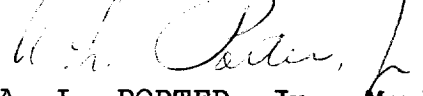
(5) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

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