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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. 3388 Order No. R-3055

APPLICATION OF CHARLES B. READ FOR SPECIAL RULES FOR THE LLANO-PENNSYLVANIAN POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 23, 1966, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 5th day of April, 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 the applicant, Charles B. Read, seeks promulgation of special pool rules for the Llano-Pennsylvanian Pool, Lea County, New Mexico, including a provision for 160-acre proration units.
- (3) That one well is presently completed in the subject pool and no additional drilling is contemplated.
- (4) That said well is not capable of producing a 160-acre allowable.
- (5) That the applicant has not established that one well in the subject pool can efficiently and economically drain and develop 160 acres.
- (6) That the applicant has not established that approvel of the subject application would prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risks arising from the drilling of an excessive number of wells, prevent

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reduced recovery which might result from the drilling of too few wells, or otherwise prevent waste or protect correlative rights.

(7) That the subject application should be denied.

IT IS THEREFORE ORDERED:

- (1) That the subject application is hereby denied.
- (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

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CK M. CAMPBELL Chairman

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

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