Enteret april 9, 1968 (x.). J?

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. 3472 Order No. R-3136-A

A PPLICATION OF MONSANTO COMPANY FOR SPECIAL POOL RULES, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on April 3, 1968, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>9th</u> day of April, 1968, 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-3136, dated October 19, 1966, temporary Special Rules and Regulations were promulgated for the Shoe Bar-Pennsylvanian Oil Pool, Lea County, New Mexico, for a period of eighteen months.

(3) That pursuant to the provisions of Order No. R-3136, this case was reopened to allow the operators in the subject pool to appear and show cause why the Shoe Bar-Pennsylvanian Oil Pool should not be developed on 40-acre spacing units.

(4) That no operator in the subject pool appeared to show cause why the Shoe Bar-Pennsylvanian Oil Pool should not be developed on 40-acre spacing units.

(5) That the operators in the subject pool have not established that one well can efficiently and economically drain and develop 80 acres.

(6) That no necessity exists for the continuation of the Special Rules and Regulations promulgated by Order No. R-3136 and that said rules should therefore be abolished.

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IT IS THEREFORE ORDERED:

(1) That the Special Rules and Regulations governing the Shoe Bar-Pennsylvanian Oil Pool, promulgated by Order No. R-3136, are hereby abolished.

(2) That this order shall become effective May 1, 1968.

(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 OIL CONSERVATION COMMISSION

DAVID F. CARGO, Chairman

HAYS, Member bette

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

SEAL