Enlared 11/14/16 C. L. P.

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION ON ITS OWN MOTION FOR THE AMENDMENT OF THE GAS WELL TESTING PROCEDURES PROMULGATED BY ORDER NO. R-333-F, AS AMENDED, FOR NORTHWEST, NEW MEXICO.

CASE NO. 4692 Order No. R-333-H

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on April 19, 1972, at Hobbs, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this <u>llth</u> day of May, 1972, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, 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 Commission Order No. R-333-F, as amended by Commission Order No. R-333-G, sets forth the testing procedure for gas wells completed in San Juan, Rio Arriba, McKinley, and Sandoval Counties, New Mexico.
- (3) That said testing procedure was adapted to six-month proration periods for wells in prorated gas pools.
- (4) That Order No. R-1670-K established one-year proration periods for wells in prorated gas pools.
- (5) That Order No. R-333-F, as amended by Order No. R-333-G, should be amended to adapt the testing rules and procedures for gas wells in Northwest New Mexico to one-year proration periods.

IT IS THEREFORE ORDERED:

- (1) That Sub-Section A. of Chapter I, Section 2, Order No. R-333-F, as amended, is hereby amended to read as follows:
 - "A. Annual Deliverability and Shut-In Pressure Tests shall be made on all gas wells during the period from December 1 through the following November 30 each year except as follows:"

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- (2) That Paragraph 1. of Sub-Section A. of Chapter I, Section 2, Order No. R-333-F, as amended, is hereby amended to read as follows:
 - "1. An Annual Deliverability and Shut-In Pressure
 Test will not be required during the current
 year for any well connected to a gas transportation facility after September 30. Such tests
 may be taken at the option of the operator
 of the well, however."
- (3) That Sub-Section B. of Chapter I, Section 2, Order No. R-333-F, as amended, is hereby amended to read as follows:
 - "B. All Annual Deliverability and Shut-In Pressure Tests required by these rules must be filed with the Commission's Aztec office and with the appropriate gas transportation facility within 60 days after the end of the month during which the test is completed. Provided however, that any test completed between November 1 and November 30 must be filed not later than December 10. Failure to file any test within the above-prescribed times will subject the well to the loss of one day's allowable for each day the test is late. No extension of time for filing tests beyond December 10 will be granted except after notice and hearing.
- (4) That Sub-Section A. of Chapter I, Section 3, Order No. R-333-F, as amended, is hereby amended to read as follows:

"A. Annual Deliverability Tests

By November 1 of each year, each gas transportation facility shall, in cooperation with the operators involved, prepare and submit a schedule of the wells to which it is connected which are to be tested during the ensuing December and January. Said schedule shall be entitled, "Annual Deliverability and Shut-In Pressure Test Schedule," and shall be submitted in triplicate to the Commission's Aztec office. At least one copy shall also be furnished each operator concerned. The schedule shall indicate the date of tests, pool, operator, lease, well number, and location of each well. At least 30 days prior to the beginning of each succeeding 2-month testing interval, a similar schedule shall be prepared and filed in accordance with the above."

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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

to men A

BRUCE KING, Chairman

XXX J. ARMIJA Member

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

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