

Entered February 23, 1981

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STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF CASE NO. 4063 BEING  
REOPENED ON THE MOTION OF THE OIL  
CONSERVATION DIVISION TO CONSIDER THE  
ABOLISHMENT OF THE SPECIAL RULES AND  
REGULATIONS FOR THE FOUR MILE DRAW-  
MORROW GAS POOL, EDDY COUNTY, NEW  
MEXICO, AS PROMULGATED BY ORDER NO.  
R-3698.

CASE NO. 4063  
ORDER NO. R-3698-A

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on February 11, 1981, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 23rd day of February, 1981, the Division Director, 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 Division has jurisdiction of this cause and the subject matter thereof.
- (2) That Division Order No. R-3698 entered March 5, 1969, established special pool rules for the Four Mile Draw-Morrow Gas Pool in Eddy County, New Mexico, including provisions for 640-acre spacing and proration units and specified well locations.
- (3) That no party appeared and objected to the rescission of said special pool rules.
- (4) That the special pool rules should be rescinded and said Four Mile Draw-Morrow Gas Pool should be drilled and operated under provisions of the Division's Statewide Rules and Regulations.

IT IS THEREFORE ORDERED:

- (1) That the special rules and regulations for the Four Mile Draw-Morrow Gas Pool, as heretofore defined and described in Eddy County, New Mexico, as set out in Division Order No.



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Case No. 4063  
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R-3698 are hereby rescinded.

IT IS FURTHER ORDERED:

(1) That the locations of all wells presently drilling to or completed in the Four Mile Draw-Morrow Gas Pool or in the Morrow formation within one mile thereof are hereby approved; that the operator of any well having an unorthodox location shall notify the Artesia District Office of the Division in writing of the name and location of the well on or before May 1, 1981.

(2) That, pursuant to Paragraph A. of Section 70-2-18, NMSA 1978, contained in Chapter 271, Laws of 1969, existing wells in the Four Mile Draw-Morrow Gas Pool shall have dedicated thereto 320 acres in accordance with Statewide rules; or, pursuant to Paragraph C. of said Section 70-2-18, existing wells may have non-standard spacing or proration units established by the Division and dedicated thereto.

Failure to file new Forms C-102 with the Division dedicating 320 acres to a well or to obtain a non-standard unit approved by the Division within 60 days from the date of this order shall subject the well to cancellation of allowable until said Form C-102 has been filed or until a non-standard unit has been approved.

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

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

  
JOE D. RAMEY  
Director

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