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. 4165 Order No. R-3795-A

APPLICATION OF SAM BOREN 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 July 1, 1970, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>10th</u> day of July, 1970, 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-3795, dated July 15, 1969, temporary Special Rules and Regulations were promulgated for the East Bagley-Pennsylvanian Pool, Lea County, New Mexico, establishing 160-acre spacing units and an 80-acre proportional factor of 4.77 for allowable purposes for a period of one year.

(3) That pursuant to the provisions of Order No. R-3795, this case was reopened to allow the operators in the subject pool to appear and show cause why the East Bagley-Pennsylvanian Pool should not be developed on less than 160-acre spacing units and to show cause why the 80-acre proportional factor of 4.77 should or should not be retained.

(4) That no operator in the subject pool appeared to show cause why the East Bagley-Pennsylvanian Pool should not be

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developed on less than 160-acre spacing units and to show cause why the 80-acre proportional factor of 4.77 should or should not be retained.

(5) That only two wells are presently producing from the subject pool.

(6) That it is not anticipated that additional wells will be drilled in the subject pool.

(7) That the operators in the subject pool have not established that one well can efficiently and economically drain and develop 160 acres.

(8) That no necessity exists for the continuation of the Special Rules and Regulations promulgated by Order No. R-3795 and that said rules should therefore be abolished.

## IT IS THEREFORE ORDERED:

(1) That the Special Rules and Regulations governing the East Bagley-Pennsylvanian Pool, Lea County, New Mexico, promulgated by Order No. R-3795, are hereby abolished.

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

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

DAVID F. CARGO, Chairman

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

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