

Entered February 11, 1975
A.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 OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 4899 (REOPENED)
Order No. R-4477-A

IN THE MATTER OF CASE 4899 BEING REOPENED
PURSUANT TO THE PROVISIONS OF ORDER NO.
R-4477, WHICH ORDER ESTABLISHED TEMPORARY
SPECIAL POOL RULES FOR THE CEDAR CANYON-MORROW
GAS POOL, INCLUDING A PROVISION FOR 640-ACRE
SPACING UNITS.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 5, 1975, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 25th day of February, 1975, 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-4477, dated February 14, 1973, temporary special rules and regulations were promulgated for the Cedar Canyon-Morrow Gas Pool, Eddy County, New Mexico, establishing temporary 640-acre spacing units.

(3) That pursuant to the provisions of Order No. R-4477, this case was reopened to allow the operators in the subject pool to appear and show cause why the Cedar Canyon-Morrow Gas Pool should not be developed on 320-acre spacing units.

(4) That the evidence presented establishes that neither of the two completed wells in said pool is draining as much as 320 acres.

(5) That the evidence establishes that one well in the Cedar Canyon-Morrow Gas Pool cannot efficiently and economically drain and develop 640 acres.

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(6) That in order to prevent reduced recovery which might result from the drilling of too few wells, and to otherwise prevent waste and protect correlative rights, the Special Rules and Regulations promulgated by Order No. R-4477 should be rescinded and said pool should be governed by the Statewide Rules for gas pools in the State effective March 1, 1975.

IT IS THEREFORE ORDERED:

(1) That effective March 1, 1975, the Special Rules and Regulations governing the Cedar Canyon-Morrow Gas Pool, Eddy County, New Mexico, promulgated by Order No. R-4477, are hereby rescinded and the pool is placed under Statewide Rules for gas pools in the State.

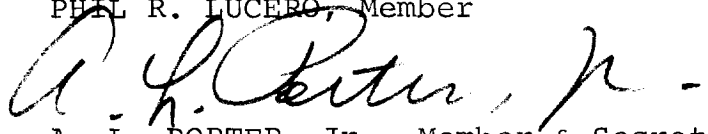
(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

I. R. TRUJILLO, Chairman


PHIL R. LUCERO, Member


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

S E A L

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