Ontered Chiques 6, 1414 all.

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. 4969 Order No. R-4557-B

IN THE MATTER OF CASE NO. 4969 BEING REOPENED PURSUANT TO THE PROVISIONS OF ORDER NO. R-4557-A WHICH ORDER TEMPORARILY EXTENDED THE SPECIAL DEPTH BRACKET ALLOWABLE FOR THE TOCITO DOME-PENNSYLVANIAN "D" OIL POOL, SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on July 24, 1974, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>6th</u> day of August, 1974, 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-4557, dated June 25, 1973, a temporary special depth bracket allowable of 764 barrels of oil per day was established for the Tocito Dome-Pennsylvanian "D" Pool, San Juan County, New Mexico, for a period of 6 months.

(3) That by Order No. R-4557-A, dated January 24, 1974, the temporary special depth bracket allowable was extended for an additional 6 months.

(4) That pursuant to the provisions of Order No. R-4557-A, this case was reopened to allow the operators in the subject pool to appear and show cause why said special depth bracket allowable should remain in effect.

(5) That the evidence presented indicates that the temporary special depth bracket allowable should be continued in effect for an additional 6 months.

(6) That this case should be reopened at an examiner hearing during January, 1975, at which time the operators in the subject pool should appear and show cause why the temporary special depth bracket allowable should remain in effect. -2-CASE NO. 4969 Order No. R-4557-B

(7) That the evidence presented shows that the majority operators in the pool will prepare a plan or plans for operation of the pool to depletion and that such plans will be presented at the reopened hearing in January, 1975.

(8) That such plan or plans would include data relative to efficient rates of withdrawl, secondary recovery or pressure maintenance, and interim pool operation procedures or rules pending implementation of such plans should they be considered by the Commission.

IT IS THEREFORE ORDERED:

(1) That the temporary special depth bracket allowable of 764 barrels of oil per day for the Tocito Dome-Pennsylvanian "D" Oil Pool, San Juan County, New Mexico, shall remain in full force and effect.

(2) That this case shall be reopened at an examiner hearing during the month of January, 1975, at which time the operators in said pool may appear and show cause why said special depth bracket allowable should not be rescinded.

(3) That the Secretary-Director of the Commission may, at any time it appears that premature water encroachment or water coning is occurring, or other evidence of reservoir damage is apparent, rescind the provisions of this order and cause the top unit allowable for the Tocito Dome-Pennsylvanian "D" Oil Pool to revert to 382 barrels of oil per day.

(4) 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

- yu R. TRUJILLO, Chairman

ALEX J ARMIJO, Member A. L. PORTER, Jr., Member & Secretary

SEAL

jr/