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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. 5381 Order No. R-4940

APPLICATION OF MOBIL OIL CORPORATION FOR A SPECIAL GAS-OIL RATIO LIMITATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 8, 1975, at Santa Fe, New Mexico, before Examiner, Richard L. Stamets.

NOW, on this <u>22nd</u> day of January, 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 the applicant, Mobil Oil Corporation, seeks, as an exception to Rule 506 of the Commission Rules and Regulations, a limiting gas-oil ratio of 5,000 cubic feet of gas per barrel of oil in the Eunice-San Andres Pool, Lea County, New Mexico.

(3) That the Eunice-San Andres Pool is a one-well oil pool in the final stage of depletion.

(4) That the reservoir characteristics of the subject pool justify the establishment of a gas-oil limitation of 5,000 cubic feet of gas per barrel of liquid hydrocarbons.

(5) That in order to afford to the owner in the Eunice-San Andres Pool the opportunity to economically produce his just and equitable share of the oil and gas in the subject pool and for this purpose to use his just and equitable share of the reservoir energy, a limiting gas-oil ratio of 5,000 cubic feet of gas per barrel of liquid hydrocarbons should be established for the pool. -2-Case No. 5381 Order No. R-4940

IT IS THEREFORE ORDERED:

(1) That effective February 1, 1975, the limiting gasoil ratio in the Eunice-San Andres Pool, Lea County, New Mexico, shall be 5,000 cubic feet of gas for each barrel of liquid hydrocarbons produced; that, effective February 1, 1975, each proration unit in the Eunice-San Andres Pool shall produce only that volume of gas equivalent to 5,000 multiplied by the top unit allowable for the pool.

(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

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

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