

Entered February 15, 1977  
JDR

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. 5599  
Order No. R-5142-A

IN THE MATTER OF CASE 5599 BEING  
REOPENED PURSUANT TO THE PROVISIONS  
OF ORDER NO. R-5142, WHICH ORDER  
ESTABLISHED SPECIAL RULES AND REGULATIONS  
FOR THE TWIN LAKES-DEVONIAN POOL, CHAVES  
COUNTY, NEW MEXICO, INCLUDING A PROVISION  
FOR 80-ACRE PRORATION UNITS.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 19, 1977,  
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 15th day of February, 1977, 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-5142, dated January 6, 1976, temporary  
special rules and regulations were promulgated for the Twin  
Lakes-Devonian Pool, Chaves County, New Mexico, establishing  
temporary 80-acre spacing units and a limiting gas-oil ratio of  
4,000 cubic feet of gas for each barrel of oil produced.

(3) That pursuant to the provisions of Order No. R-5142,  
this case was reopened to allow the operators in the subject  
pool to appear and show cause why the Twin Lakes-Devonian Pool  
should not be developed on 40-acre spacing units and why the  
limiting gas-oil ratio should not revert to 2,000 to one.

(4) That the evidence establishes that one well in the  
Twin Lakes-Devonian Pool can efficiently and economically  
drain and develop 80 acres.

-2-

Case No. 5599  
Order No. R-5142-A

(5) That the limiting gas-oil ratio for the Twin Lakes-Devonian Pool should revert to 2,000 to 1.

(6) That all other Special Rules and Regulations promulgated by Order No. R-5142 have afforded and will afford to the owner of each property in the pool the opportunity to produce his just and equitable share of the gas in the pool.

(7) That in order to prevent the economic loss caused by the drilling of unnecessary wells, to avoid the augmentation of risk arising from the drilling of an excessive number of wells, 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-5142, except as noted in Finding No. (5) above, should be continued in full force and effect until further order of the Commission.

IT IS THEREFORE ORDERED:

(1) That Rule 7 of the Special Rules and Regulations governing the Twin Lakes-Devonian Pool is hereby amended to read in its entirety as follows:

"RULE 7. The limiting gas-oil ratio shall be 2,000 cubic feet of gas for each barrel of oil produced."

(2) That the Special Rules and Regulations governing the Twin Lakes-Devonian Pool, Chaves County, New Mexico, promulgated by Order No. R-5142 as amended by this order, are hereby continued in full force and effect until further order of the Commission.

(3) 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

PHIL R. LUCERO, Chairman

  
EMERY C. ARNOLD, Member

  
JOE B. RAMEY, Member & Secretary

S E A L

dr/