

Entered January 16, 1979  
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STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION ON ITS OWN MOTION AT  
THE REQUEST OF ENSERCH EXPLORATION,  
INC., TO CONSIDER THE ASSIGNMENT  
OF AN OIL DISCOVERY ALLOWABLE,  
ROOSEVELT COUNTY, NEW MEXICO.

CASE NO. 6406  
Order No. R-5903

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on December 20, 1978, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 16th day of January, 1979, the Division Director, 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 Division has jurisdiction of this cause and the subject matter thereof.

(2) That by Order No. R-5771, entered July 17, 1978, in Case No. 6270, the Division created the South Peterson-Fusselman Pool comprising all of the SW/4 of Section 31, Township 5 South, Range 33 East, NMPM, Roosevelt County, New Mexico, and upon application of Enserch Exploration, Inc., promulgated temporary special rules and regulations for said pool, including a provision for 80-acre well spacing and proration units.

(3) That now the applicant in Case No. 6270, Enserch Exploration, Inc., seeks the assignment of 39,040 barrels of oil discovery allowable to the discovery well for said South Peterson-Fusselman Pool, being the Lambirth Well No. 1, located in Unit K of the aforesaid Section 31.

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(4) That said well is indeed the discovery well for a new pool and is entitled to 39,040 barrels of oil discovery allowable, based upon a depth of 7808 feet to the top of the perforations.

(5) That the assignment of said discovery allowable to the aforesaid well will not cause waste nor impair correlative rights, is in the interest of conservation, and should be approved.

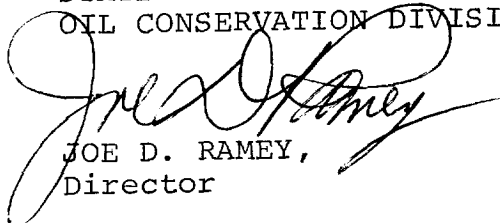
IT IS THEREFORE ORDERED:

(1) That the Enserch Exploration, Inc., Lambirth Well No. 1, located in Unit K of Section 31, Township 5 South, Range 33 East, NMPM, Roosevelt County, New Mexico, is hereby assigned an oil discovery allowable of 39,040 barrels, to be produced within the next 731 days in accordance with the provisions of Rule 509 of the Division Rules and Regulations.

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

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

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

  
JOE D. RAMEY,  
Director

S E A L

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