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. 819 Order No. R-638

THE MATTER OF THE APPLICATION OF JAKE L. HAMON AND WARREN PETROLEUM CORPORATION FOR AN ORDER ESTABLISHING 80-ACRE WELL SPACING AND AN ALLOCA-TION FACTOR, DETERMINED AS THE PRODUCT OF A STANDARD 40-ACRE ALLOWABLE AND THE APPROPRIATE DEPTH FACTOR FOR THE COMMON SOURCE OF SUPPLY DESIGNATED AS THE SOUTH KNOWLES-DEVONIAN POOL OF LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on February 16, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

NOW, on this 2^{-7} day of May, 1955, the Commission, a quorum being present, having considered the testimony adduced and the exhibits received at said hearing and being fully advised in the premises,

FINDS:

(1) That due notice of the time and place of hearing having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That operations to date in the South Knowles-Devonian Pool have been conducted on the basis of 40-acre drilling and proration units.

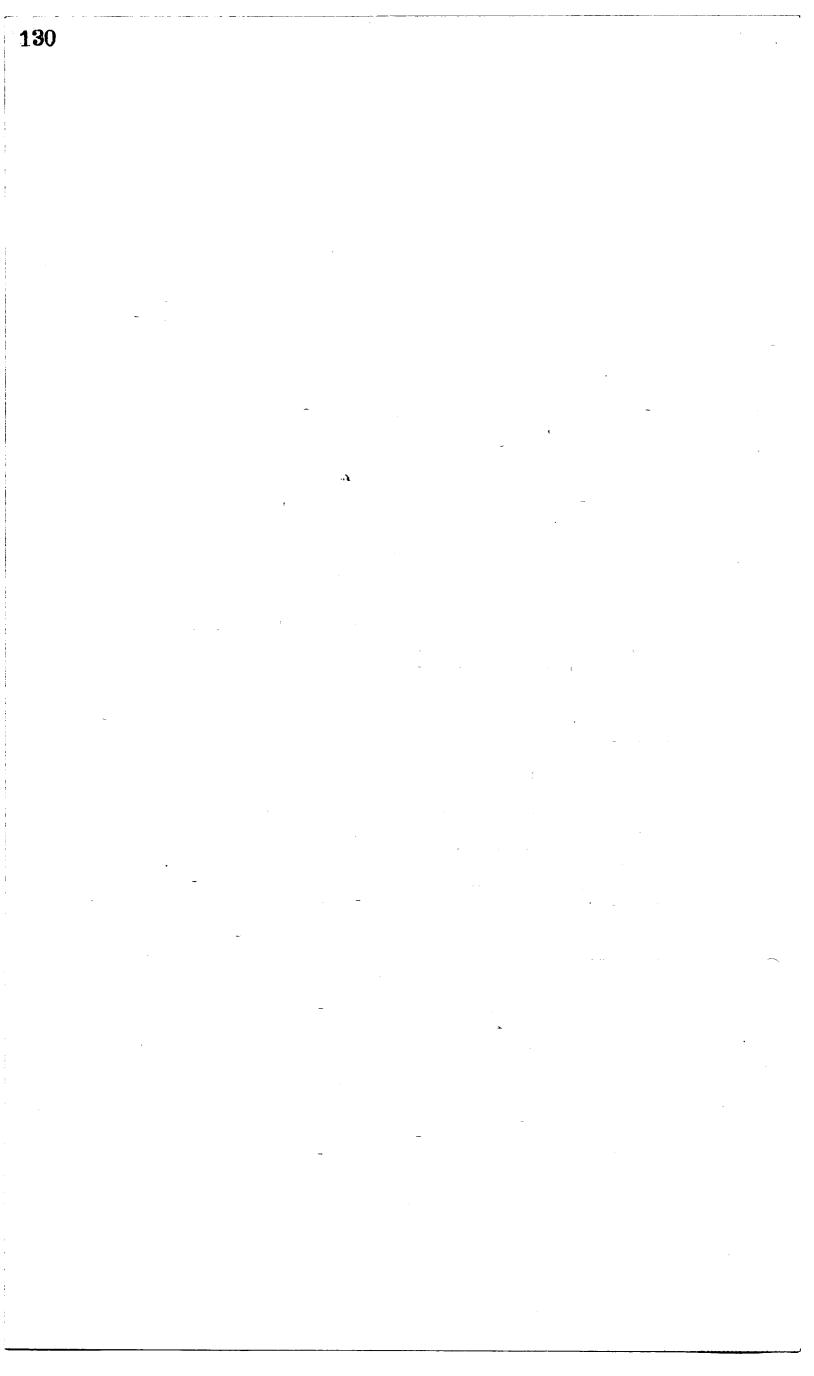
(3) That development in the South Knowles-Devonian Pool has progressed to a point where it is not practical to initiate a change in drilling and proration practices in said pool.

(4) That the establishment of 80-acre drilling and proration units in the South Knowles-Devonian Pool at this late date would not be in the best interests of conservation and would not protect correlative rights.

IT IS THEREFORE ORDERED:

That the application of Jake L. Hamon and Warren Petroleum Corporation for approval of 80-acre well spacing and an allocation factor determined as the product of a standard 40-acre allowable and the appropriate

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depth factor for the common source of supply designated as the South Knowles-Devonian Pool of Lea County, New Mexico, be, and the same hereby is denied.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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JOHN F. SIMMS, Chairman

E. S. WALKER, Member

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