

Entered July 2, 1982
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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 FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 7611
Order No. R-7020

APPLICATION OF TEXACO INC.
FOR SPECIAL POOL RULES, LEA
COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on June 23, 1982, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 2nd July, 1982, 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 the applicant, Texaco Inc., seeks the promulgation of special rules for the Skaggs-Drinkard Pool, Lea County, New Mexico, including a special gas-oil limitation of 10,000 cubic feet of gas per barrel of oil.

(3) That the reservoir characteristics of the subject pool presently available justify the establishment of a gas-oil ratio limitation of 10,000 cubic feet of gas per barrel of liquid hydrocarbons.

(4) That in order to afford the owner of each property in the Skaggs-Drinkard Pool the opportunity to 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 10,000 cubic feet of gas per barrel of liquid hydrocarbons should be established for the subject pool.

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IT IS THEREFORE ORDERED:

(1) That, effective July 1, 1982, Special Rules and Regulations for the Skaggs-Drinkard Pool, Lea County, New Mexico, are hereby promulgated as follows:

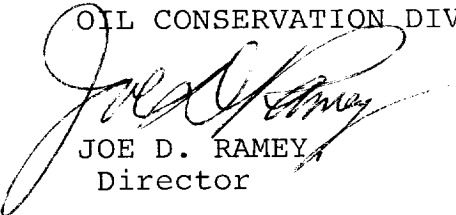
SPECIAL RULES AND REGULATIONS
FOR THE-SKAGGS DRINKARD POOL

RULE 1. That the limiting gas-oil ratio for said Skaggs Drinkard Pool shall be 10,000 cubic feet of gas for each barrel of oil produced.

(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

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