STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE NO. 9011 Order No. R-8336

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION ON ITS OWN MOTION TO CONSIDER THE AMENDMENT OF RULE 402.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 23, 1986, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 4th day of November, 1986, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, and being fully advised in the premises,

FINDS THAT:

- (1) Due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) The Oil Conservation Division seeks to amend its Rule 402 to provide for the filing of Division Form C-125 as directed by the Division rather than with the appropriate district office.
- (3) This change will eliminate confusion with the reporting system adopted by the Division in recent years wherein Form C-125 is filed directly with the Division's Santa Fe office.
- (4) Rule 402 should be amended to read in its entirety as shown on Exhibit "A", attached to this order, effective November 10, 1986.

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IT IS THEREFORE ORDERED THAT:

- (1) Effective November 10, 1986, Oil Conservation Division Rule 402 is hereby amended to read in its entirety as shown on Exhibit "A" attached to this order.
- (2) 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

JIM BACA, Member

ED KELLEY, Member

R. L. STAMETS,

Chairman and Secretary

SEAL

RULE 402. METHOD AND TIME OF SHUT-IN PRESSURE TESTS

(a) Shut-in pressure tests shall be taken on all natural gas wells annually. Such tests shall be taken by the operator of the well during the months of July, August, or September unless otherwise specified by special pool rules or special directive. Tests shall be reported as prescribed by the Division on Form C-125 not later than October 15 of the same year.

CASE NO. 9011 ORDER NO. R-8336 EXHIBIT "A"