

*Entered February 26, 1959
A.P.*

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. 1595
Order No. R-1336

APPLICATION OF JOHN J. DEMPSEY
ASSOCIATES FOR AN ORDER GRANTING
A SPECIAL ALLOWABLE FOR ONE WELL
IN THE FULCHER KUTZ-PICTURED CLIFFS
POOL IN SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on February 4, 1959, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 12th day of February, 1959, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Elvis A. Utz, 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 the applicant, John J. Dempsey Associates, is the owner and operator of the Hutchison Well No. 1, located 660 feet from the North line and 635 feet from the East line of Section 1, Township 29 North, Range 13 West, NMPM, San Juan County, New Mexico.
- (3) That the above-described well was drilled prior to June 22, 1948, on which date Order No. 748 was entered by the Commission changing the drilling and spacing units for gas wells from 40 acres to 160 acres.
- (4) That the applicant seeks an order granting the above-described well a special allowable of 1500 MCF per month in exception to the Special Rules and Regulations for the Fulcher Kutz-Pictured Cliffs Pool on the ground that said well will be prematurely abandoned unless such a special allowable is assigned thereto.

-2-

Case No. 1595
Order No. R-1336

(5) That the preponderance of the evidence presented in this case indicates that the said Hutchison Well No. 1 will be prematurely abandoned, thereby causing waste, unless it is granted an exception to the proration formula set forth in the Special Rules and Regulations for the Fulcher Kutz-Pictured Cliffs Pool.

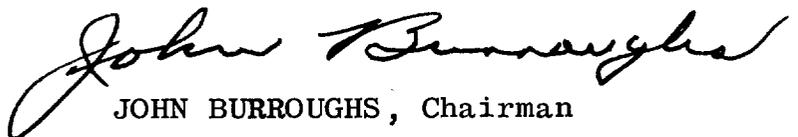
(6) That in order to prevent premature abandonment and resulting waste, the said Hutchison Well No. 1 should be assigned an allowable equal to its capacity to produce or 1500 MCF per month whichever is less.

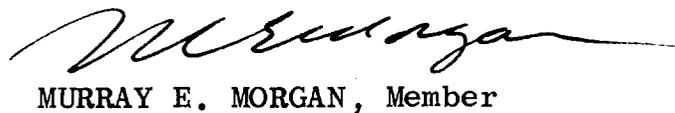
IT IS THEREFORE ORDERED:

That the Hutchison Well No. 1, located 660 feet from the North line and 635 feet from the East line of Section 1, Township 29 North, Range 13 West, NMPM, San Juan County, New Mexico, shall be assigned a special allowable equal to its capacity to produce or 1500 MCF per month, whichever is less, effective February 1, 1959.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN BURROUGHS, Chairman


MURRAY E. MORGAN, Member


A. L. PORTER, Jr., Member & Secretary

S E A L

ir/