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. 1668 Order No. R-1418

Entry Dece of 1959

APPLICATION OF PHILLIPS PETROLEUM COMPANY FOR AN ORDER ESTABLISHING TEMPORARY SPECIAL RULES AND REGULATIONS FOR THE RANGER LAKE-PENNSYLVANIAN POOL, LEA COUNTY, NEW MEXICO, TO PROVIDE FOR 80-ACRE PRORATION UNITS

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 13, 1959, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 5th day of June, 1959, 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:

(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, Phillips Petroleum Company, seeks the promulgation of temporary special rules and regulations for the Ranger Lake-Pennsylvanian Pool in Lea County, New Mexico, to provide for 80-acre proration units.

(3) That the applicant has failed to prove that the Ranger Lake-Pennsylvanian Pool can be efficiently drained and developed on an 80-acre spacing pattern.

(4) That the development of said Ranger Lake-Pennsylvanian Pool on 40-acre proration units will not cause the drilling of unnecessary wells.

(5) That the drilling and spacing of wells in the Ranger Lake-Pennsylvanian Pool should continue to be governed by Rule 104 of the Commission Rules and Regulations.

(6) That the subject application should be <u>denied</u>.

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IT IS THEREFORE ORDERED:

(1) That the application of Phillips Petroleum Company for an order establishing temporary special rules and regulations for the Ranger Lake-Pennsylvanian Pool in Lea County, New Mexico, to provide for 80-acre proration units be and the same is hereby denied.

(2) That the drilling and spacing of wells in the Ranger Lake-Pennsylvanian Pool in Lea County, New Mexico, shall continue to be governed by Rule 104 of the Commission Rules and Regulations.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

aughe Va . JOHN BURRCUGHS, Chairman

MURRAY E. MORGAN, Member

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

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