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. 2660 Order No. R-2348-A

APPLICATION OF MIDWEST OIL CORPORATION FOR THE CREATION OF A NEW OIL POOL AND FOR THE ESTABLISHMENT OF TEMPORARY SPECIAL RULES AND REGULATIONS, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 9, 1963, 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 <u>30th</u> day of October, 1963, 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 Order No. R-2348 dated October 25, 1962, promulgated Special Rules and Regulations for the Middle Lane-Pennsylvanian Pool providing for 80-acre proration units and fixed well locations in said pool.

(3) That this case was reopened pursuant to the provisions of Order No. R-2348 to allow the operators in the subject pool to appear and show cause why the Middle Lane-Pennsylvanian Pool should not be developed on 40-acre proration units.

(4) That no wells have been completed in the subject pool since the issuance of Order No. R-2348; that one well is presently drilling in the subject pool and should be completed in the near future.

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(5) That Midwest Oil Corporation seeks extension of the Special Rules and Regulations for the Middle Lane-Pennsylvanian Pool for an additional one-year period.

(6) That the Special Rules and Regulations governing the Middle Lane-Pennsylvanian Pool promulgated by Order No. R-2348 should be extended for an additional period of time in order to allow the operators in the subject pool sufficient time to gather information concerning the reservoir characteristics of the pool.

(7) That Hissom Drilling Company seeks deletion of the fixed well location requirements of the Special Rules and Regulations governing the Middle Lane-Pennsylvanian Pool as promulgated by Order No. R-2348.

(8) That the request for deletion of the fixed well location requirements should be <u>denied</u> as said request is not within the scope of this hearing.

IT IS THEREFORE ORDERED:

(1) That the Special Rules and Regulations for the Middle Lane-Pennsylvanian Pool promulgated by Order No. R-2348 shall be continued in full force and effect until further order of the Commission.

(2) That the request to delete the fixed well location requirements from the Special Rules and Regulations for the Middle Lane-Pennsylvanian Pool is hereby <u>denied</u>.

(3) That this case shall be reopened at an examiner hearing in October, 1964, at which time the operators in the subject pool may appear and show cause why the Middle Lane-Pennsylvanian Pool should not be developed on 40-acre proration units.

(4) That 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 QIL CONSERVATION COMMISSION K M. CAMPBELL, Chairman ann PORTER, Jr., Member & Secretary

SEAL

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