Entered January 13, 1966

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. 2945 Order No. R-2623-A

APPLICATION OF SHELL OIL COMPANY FOR THE CREATION OF A DEVONIAN GAS POOL AND FOR SPECIAL POOL RULES, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on January 5, 1966, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>13th</u> day of January, 1966, the Commission, a quorum being present, 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 Commission has jurisdiction of this cause and the subject matter thereof.

(2) That by Order No. R-2623, dated December 19, 1963, temporary Special Rules and Regulations were promulgated for the Antelope Ridge-Devonian Gas Pool, Lea County, New Mexico, establishing 640-acre spacing units for a period of two years.

(3) That pursuant to the provisions of Order No. R-2623, this case was reopened to allow the operators in the subject pool to appear and show cause why the Antelope Ridge-Devonian Gas Pool should not be developed on 160-acre spacing units.

(4) That the evidence establishes that one well in the Antelope Ridge-Devonian Gas Pool can efficiently and economically drain and develop 640 acres.