

*Entered March 16, 1966  
W.S.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. 3204  
Order No. R-2872-A

APPLICATION OF UNION OIL COMPANY  
OF CALIFORNIA FOR THE CREATION OF  
A NEW OIL 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 a.m. on March 9, 1966,  
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 16th day of March, 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-2872, dated March 5, 1965, temporary  
Special Rules and Regulations were promulgated for the Morton-  
Lower Wolfcamp Pool, Lea County, New Mexico.
- (3) That pursuant to the provisions of Order No. R-2872,  
this case was reopened to allow the operators in the subject pool  
to appear and show cause why the Morton-Lower Wolfcamp Pool should  
not be developed on 40-acre spacing units.
- (4) That the evidence establishes that one well in the  
Morton-Lower Wolfcamp Pool can efficiently and economically  
drain and develop 80 acres.

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(5) That the Special Rules and Regulations promulgated by Order No. R-2872 have afforded and will afford to the owner of each property in the pool the opportunity to produce his just and equitable share of the oil in the pool.

(6) That to prevent the economic loss caused by the drilling of unnecessary wells, to avoid the augmentation of risk arising from the drilling of an excessive number of wells, to prevent reduced recovery which might result from the drilling of too few wells, and to otherwise prevent waste and protect correlative rights, the Special Rules and Regulations promulgated by Order No. R-2872 should be continued in full force and effect until further order of the Commission.

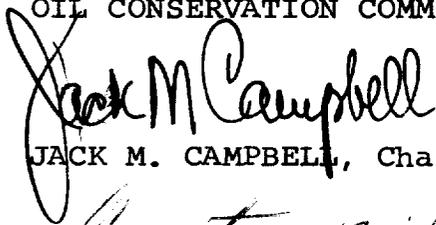
IT IS THEREFORE ORDERED:

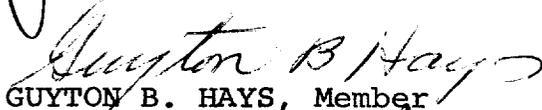
(1) That the Special Rules and Regulations governing the Morton-Lower Wolfcamp Pool promulgated by Order No. R-2872 are hereby continued in full force and effect until further order of the Commission.

(2) 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  
OIL CONSERVATION COMMISSION

  
JACK M. CAMPBELL, Chairman

  
GUYTON B. HAYS, Member

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

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