Entered Felinary 15, 1967

# 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. 3261 Order No. R-2931-C

APPLICATION OF AMERADA PETROLEUM CORPORATION FOR A POOL EXTENSION AND SPECIAL RULES, LEA COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 8, 1967, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>15th</u> day of February, 1967, 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-2931, dated June 15, 1965, temporary Special Rules and Regulations were promulgated for the Jenkins-Cisco Pool, Lea County, New Mexico.

(3) That by Order No. R-2931-B, dated August 19, 1966, said Special Rules and Regulations were amended and made permanent with the provision that said Case 3261 be reopened in February, 1967, at which time the operators in the subject pool could appear and show cause why the 160-acre proportional factor of 4.77 assigned to the Jenkins-Cisco Pool should not be retained.

(4) That pursuant to the provisions of Order No. R-2931-B, this case was reopened to allow all operators in the subject pool to appear and show cause why the 160-acre proportional factor of 4.77 assigned to said pool should not be retained.

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(5) That the evidence presented concerning the reservoir characteristics of the Jenkins-Cisco Pool is not sufficient to enable the Commission to determine that a 160-acre proportional factor of 6.77 for allowable purposes will not cause reservoir damage.

(6) That because of the continued uncertainty of the reservoir characteristics of the Jenkins-Cisco Pool, the 160-acre proportional factor of 4.77 should be retained unless and until it can be shown, upon application, notice, and hearing, that a proportional factor of 6.77 will not cause reservoir damage.

### IT IS THEREFORE ORDERED:

(1) That the 160-acre proportional factor of 4.77 assigned to the Jenkins-Cisco Pool by Order No. R-2931 as amended by Order No. R-2931-B shall be continued in effect until such time as it can be shown, after application, notice, and hearing, that a proportional factor of 6.77 will not cause reservoir damage.

(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 Vau DAVID F. CARGO, Chairman up ton B.K. GUYTON &. HAYS, Member

L. PORTER, Jr., Member & Secretary

SEAL

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