Entered June 30, 1965-

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. 3250 Order No. R-2934

APPLICATION OF AMERADA PETROLEUM CORPORATION FOR SPECIAL RULES FOR THE GOODWIN-ABO POOL, LEA COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

## BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 26, 1965, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>30th</u> day of June, 1965, 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 the applicant, Amerada Petroleum Corporation, seeks the promulgation of special rules and regulations for the Goodwin-Abo Pool in Sections 30 and 31, Township 18 South, Range 37 East, NMPM, Lea County, New Mexico, including a provision for 80-acre proration units.

(3) That the applicant has not established that the wells in the Goodwin-Abo Pool can efficiently and economically drain and develop 80 acres or that the establishment of special rules and regulations would prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, prevent -2-CASE No. 3250 Order No. R-2934

reduced recovery which might result from the drilling of too few wells, or otherwise prevent waste or protect correlative rights.

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

IT IS THEREFORE ORDERED:

(1) That the subject application is hereby <u>denied</u>.

(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

MPBELI Chairman B. HAYS, Member . .

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

SEAL