

Entered September 12, 1968
C.P.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. 3513
Order No. R-3179-B

APPLICATION OF MIDWEST OIL CORPORATION
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 September 4, 1968, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 12th day of September, 1968, 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,

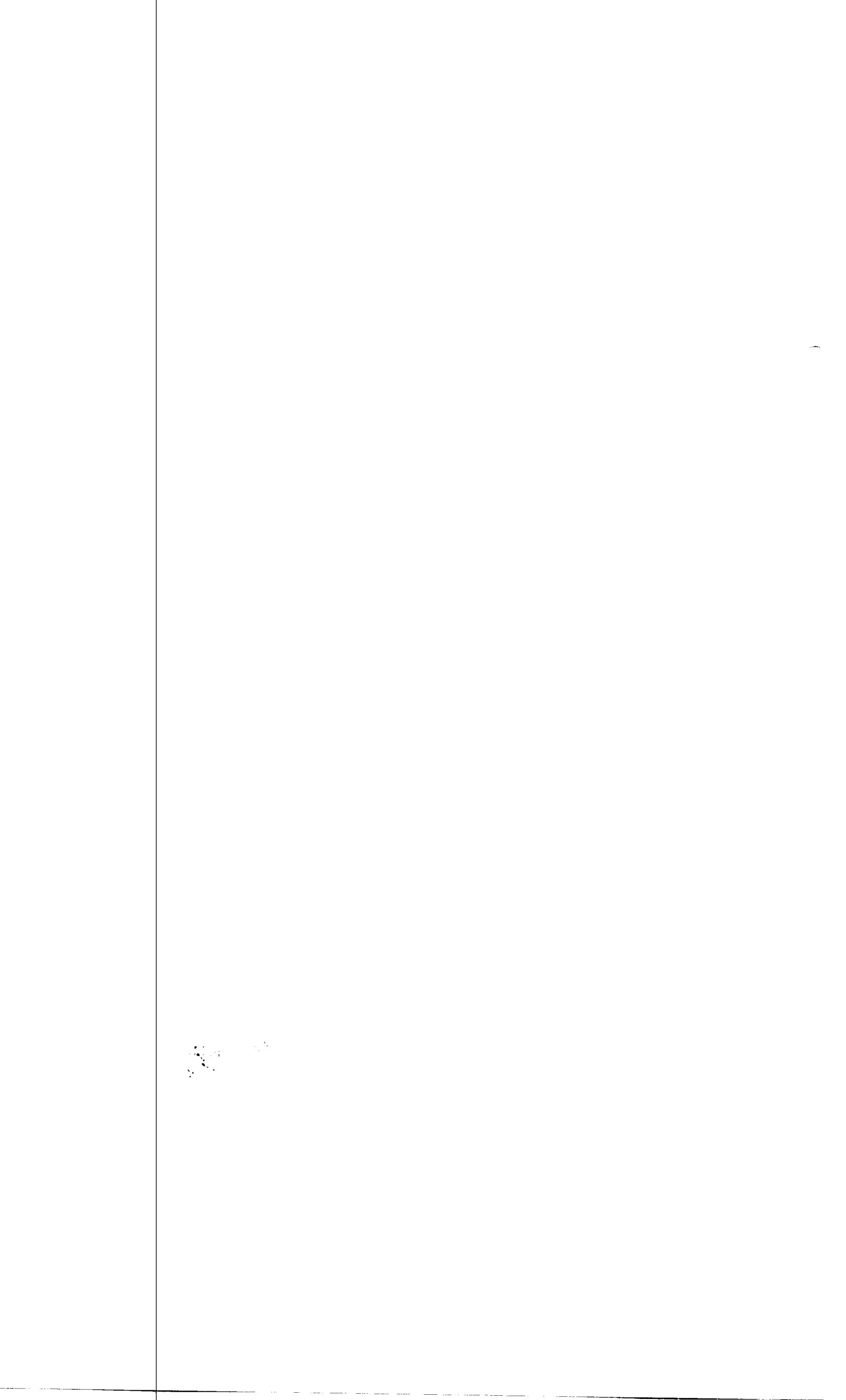
FINDS:

(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-3179-A, dated October 4, 1967, temporary Special Rules and Regulations were promulgated for the Vada-Pennsylvanian Pool, Lea County, New Mexico, providing for 160-acre spacing units and a 160-acre proportional factor of 4.77 for allowable purposes,

(3) That pursuant to the provisions of Order No. R-3179-A, this case was reopened to allow the operators in the subject pool to appear and show cause why the Vada-Pennsylvanian Pool should not be developed on less than 160-acre spacing units and show cause why the 160-acre proportional factor of 4.77 should or should not be retained.

(4) That the evidence establishes that the Vada-Pennsylvanian Pool has been and will be efficiently and economically drained and



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developed under the Special Rules and Regulations promulgated by Order No. R-3179-A.

(5) That the Special Rules and Regulations promulgated by Order No. R-3179-A 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 in order 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 in 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-3179-A should be continued in full force and effect until further order of the Commission.

IT IS THEREFORE ORDERED:

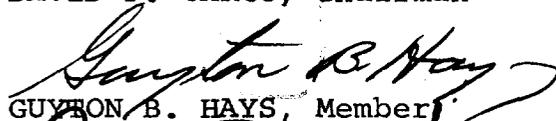
(1) That the Special Rules and Regulations governing the Vada-Pennsylvanian Pool, promulgated by Order No. R-3179-A, are hereby continued in full force and effect until further order of the Commission.

(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

DAVID F. CARGO, Chairman


GUYTON B. HAYS, Member


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

S E A L

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