Entired October 6, 1970 Off.

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. 4222 Order No. R-3850-A

APPLICATION OF COASTAL STATES GAS PRODUCING COMPANY 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 30, 1970, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>6th</u> day of October, 1970, 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-3850, dated October 14, 1969, temporary Special Rules and Regulations were promulgated for the West Sawyer-San Andres Pool, Lea County, New Mexico, including a provision for 80-acre spacing and proration units.

(3) That pursuant to the provisions of Order No. R-3850, this case was reopened to allow the operators in the subject pool to appear and show cause why the West Sawyer-San Andres Pool should not be developed on 40-acre spacing units and present evidence as to whether or not the subject pool is in fact an associated reservoir.

(4) That the evidence presently available is insufficient to establish that the provision for 80-acre spacing and proration units should be continued permanently. -2-CASE No. 4222 Order No. R-3850-A

(5) That the evidence presently available is insufficient to establish whether or not the subject pool is in fact an associated reservoir.

(6) That the temporary Special Rules and Regulations for the West Sawyer-San Andres Pool, promulgated by Order No. R-3850, should be continued in effect for an additional one-year period in order to allow the operators in the pool time to gather additional information concerning reservoir characteristics of the pool.

(7) That this case should be reopened at an examiner hearing in September, 1971, at which time the operators in the pool should appear and show cause why the West Sawyer-San Andres Pool should not be developed on 40-acre spacing units and present evidence as to whether or not the subject pool is in fact an associated reservoir.

IT IS THEREFORE ORDERED:

(1) That the temporary Special Rules and Regulations for the West Sawyer-San Andres Pool, promulgated by Order No. R-3850, are hereby continued in full force and effect for an additional one-year period.

(2) That this case shall be reopened at an examiner hearing in September, 1971, at which time the operators in the subject pool shall appear and show cause why the West Sawyer-San Andres Pool should not be developed on 40-acre spacing units and present evidence as to whether or not the subject pool is in fact an associated reservoir.

(3) 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 141 11 ALEX J ARMIJC Member leN Ń A. L. PORTER, Jr., Member & Secretary

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