

Entered January 12, 1972
WLP

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF CASE 4482 BEING REOPENED
PURSUANT TO THE PROVISIONS OF ORDER NO. R-4093,
WHICH ORDER ESTABLISHED 160-ACRE SPACING UNITS
AND ESTABLISHED A MAXIMUM GAS-OIL RATIO LIMITATION
OF 3,000 CUBIC FEET OF GAS FOR EACH BARREL OF OIL
PRODUCED FOR THE PARKWAY-STRAWN POOL, EDDY COUNTY,
NEW MEXICO.

CASE NO. 4482
Order No. R-4093-A

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 5, 1972, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 12th day of January, 1972, 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-4093, dated January 25, 1971, temporary Special Rules and Regulations were promulgated for the Parkway-Strawn Pool, Eddy County, New Mexico.

(3) That pursuant to the provisions of Order No. R-4093, this case was reopened to allow the operators in the subject pool to appear and show cause why the Parkway-Strawn Pool should not be developed on 40-acre or 80-acre spacing units and why the limiting gas-oil ratio should not revert to the statewide limit of 2,000 to one.

(4) That the evidence establishes that the temporary pool rules for the Parkway-Strawn Pool and the other provisions of Order No. R-4093 should be continued in effect for an additional one-year period.

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(5) That the Special Rules and Regulations and other provisions promulgated by Order No. R-4093 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 from the drilling of too few wells, and to otherwise prevent waste and protect correlative rights, the Special Rules and Regulations and other provisions promulgated by Order No. R-4093 should be continued in full force and effect for an additional one year.

IT IS THEREFORE ORDERED:

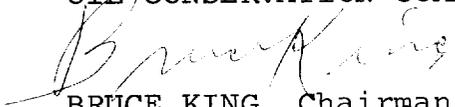
(1) That the Special Rules and Regulations governing the Parkway-Strawn Pool and the other provisions promulgated by Order No. R-4093, are hereby continued in full force and effect for an additional one year.

(2) That this case shall be reopened at an examiner hearing in January, 1973, at which time the operators in the subject pool may appear and show cause why the Parkway-Strawn Pool should not be developed on 40-acre or 80-acre spacing units and why the limiting gas-oil ratio should not revert to the Statewide limit of 2,000 to one.

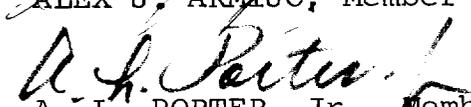
(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


BRUCE KING, Chairman


ALEX J. ARMIJO, Member


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

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