Entered October 16,1972 COIP.

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. 4612 Order No. R-4218-A

IN THE MATTER OF CASE 4612 BEING REOPENED PURSUANT TO ORDER NO. R-4218 WHICH ORDER ESTABLISHED SPECIAL RULES AND REGULATIONS FOR THE CUERNO LARGO-PENNSYLVANIAN POOL, LEA COUNTY, NEW MEXICO, INCLUDING PROVISIONS FOR 160-ACRE SPACING UNITS AND AN 80-ACRE PRO-PORTIONAL FACTOR OF 4.77 FOR ALLOWABLE PURPOSES.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 4, 1972, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>16th</u> day of October, 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-4218, dated November 4, 1971, temporary Special Rules and Regulations were promulgated for the Cuerno Largo-Pennsylvanian Pool, Lea County, New Mexico, establishing 160-acre spacing units and an 80-acre proportional factor of 4.77 for allowable purposes for a period of one year.

(3) 'That pursuant to the provisions of Order No. R-4218, this case was reopened to allow the operators in the subject pool to appear and show cause why the Cuerno Largo-Pennsylvanian Pool should not be developed on less than 160-acre spacing units and to show cause why the 80-acre proportional factor of 4.77 should or should not be retained.

(4) That no operator in the subject pool appeared to show cause why the Cuerno Largo-Pennsylvanian Pool should not be developed on less than 160-acre spacing units and to show cause why the 80-acre proportional factor of 4.77 should or should not be retained.

-2-Case No. 4612 Order No. R-4218-A

(5) That only one well is presently producing from the subject pool.

(6) That it is not anticipated that additional wells will be drilled in the subject pool.

(7) That the operators in the subject pool have not established that one well can efficiently and economically drain and develop 160 acres.

(8) That no necessity exists for the continuation of the Special Rules and Regulations promulgated by Order No. R-4218 and that said rules should therefore be abolished.

IT IS THEREFORE ORDERED:

(1) That the Special Rules and Regulations governing the Cuerno Largo-Pennsylvanian Pool, Lea County, New Mexico, promulgated by Order No. R-4218, are hereby abolished.

(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 : 201 BRUCE KING, Chairman mill ARMIJØ, Member

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

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