Saturel (april 24, 141) alp

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. 5122 (REOPENED) Order No. R-4693-A

NOMENCLATURE

IN THE MATTER OF CASE 5122 BEING REOPENED PURSUANT TO THE PROVISIONS OF ORDER NO. R-4693, WHICH ORDER ESTABLISHED TEMPORARY SPECIAL POOL RULES FOR THE EAST LUSK-WOLFCAMP OIL POOL, LEA COUNTY, NEW MEXICO, INCLUDING A PROVISION FOR 160-ACRE SPACING AND PRORATION UNITS AND A LIMITING GAS-OIL RATIO OF 4000 TO 1.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 19, 1975, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>29th</u> day of April, 1975, 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-4693, dated December 11, 1973, temporary special rules and regulations were promulgated for the East Lusk-Wolfcamp Oil Pool, Lea County, New Mexico, establishing temporary 160-acre spacing units and proration units, and a limiting gas-oil ratio of 4000 to 1.

(3) That pursuant to the provisions of Order No. R-4693, this case was reopened to allow the operators in the subject pool to appear and show cause why the East Lusk-Wolfcamp Oil Pool should not be developed on 40-acre spacing units and a limiting gas-oil ratio of 2000 to 1.

(4) That the evidence establishes that one well in the East Lusk-Wolfcamp Oil Pool can efficiently and economically drain and develop 160 acres.

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(5) That the Special Rules and Regulations promulgated by Order No. R-4693 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 and gas in the pool.

(6) That this case should be reopened at an examiner hearing in May, 1976, at which time the operators in the subject pool should appear and show cause why the East Lusk-Wolfcamp Oil Pool should not be developed on less than 160-acre proration units with a limiting oil-gas ratio of 2000 to 1.

IT IS THEREFORE ORDERED:

(1) That the Special Rules and Regulations governing the East Lusk-Wolfcamp Oil Pool, promulgated by Order No. R-4693, shall remain in full force and effect for an additional period of one year.

(2) That this case shall be reopened at an examiner hearing in May, 1976, at which time the operators in the subject pool shall appear and show cause why the East Lusk-Wolfcamp Oil Pool should not be developed on less than 160-acre proration units with a limiting oil-gas ratio of 2000 to 1.

(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 R Chairman ucent Member PORTER, Jr., Member & Secretary

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