Entered May 21, 1974 a.t.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. 5218 Order No. R-4783

APPLICATION OF JOHN K. REIMER AND R. E. MCKENZIE JR. FOR A 40-ACRE SPACING, REVOCATION OF NON-STANDARD PRORATION UNITS, AND REESTABLISHMENT OF 40-ACRE ALLOWABLES, SANDOVAL COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on April 23, 1974, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this <u>21st</u> day of May, 1974, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, 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 the applicants, John K. Reimer and R. E. McKenzie Jr. seek to reopen three cases previously heard by the Commission to set aside orders previously entered by the Commission pursuant to those hearings, alleging the existence of reservoir information now available, but not available at the time of those hearings.

- (3) That the Commission orders sought to be set aside are:
- a. That portion of Order No. R-4277, entered March 15, 1972, which authorized 160-acre spacing units for the Media-Entrada Oil Pool, Sandoval County, New Mexico.

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- b. Order Nos. R-4274 and R-4287, entered March 15, 1972 and April 17, 1972 respectively, which authorized four 160-acre non-standard oil proration units in the Media-Entrada Oil Pool, Sandoval County, New Mexico.
- c. Order No. R-4713, entered January 24, 1974, which authorized a special depth bracket allowable for the Media-Entrada Oil Pool, Sandoval County, New Mexico, of 750 barrels of oil per day.

(4) That the evidence adduced at the hearing of this case does not establish that one well in the subject pool could not drain 160 acres or that 160-acre spacing as authorized by Commission Order No. R-4277, would not efficiently and economically develop the subject pool without waste.

(5) That the evidence adduced at the hearing of this case does not establish that the four non-standard proration units authorized by Commission Orders Nos. R-4274 and R-4287 could not reasonably be presumed productive of oil throughout their horizontal extent or that they were otherwise improperly authorized.

(6) That the evidence adduced at the hearing of this case does not establish that the special depth bracket allowable authorized by Commission Order No. R-4713 has resulted or will result in waste or violation of correlative rights.

(7) That the application of John K. Reimer and R. E. McKenzie, Jr. for 40-acre allowables, revocation of non-standard proration units, and reestablishment of 40-acre allowables for the Media-Entrada Pool, Sandoval County, New Mexico, should be denied.

IT IS THEREFORE ORDERED:

(1) That the application of John K. Reimer and R. E. McKenzie, Jr. for 40-acre spacing, revocation of non-standard proration units, and reestablishment of 40-acre allowables for the Media-Entrada Pool, Sandoval County, New Mexico, is hereby denied.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary. -3-Case No. 5218 Order No. R-4783

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

Za I. R. TRUJILLO, Chairman ~~~

ALEX J. ARMIJO, Member

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

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