

### 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. 5262 Order No. R-4822-B

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IN THE MATTER OF CASE NO. 5262 BEING REOPENED PURSUANT TO THE PROVISIONS OF ORDER NO. R-4822-A, WHICH ORDER CREATED THE SOUTHWEST MEDIA-ENTRADA OIL POOL, SANDOVAL COUNTY, NEW MEXICO AND PROMULGATED SPECIAL RULES THEREFOR.

# ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 13, 1975, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>23rd</u> day of September, 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-4822-A, dated September 3, 1974, the Commission created and defined the Southwest Media-Entrada Oil Pool, Sandoval County, New Mexico, and promulgated temporary special rules and regulations therefor, including a provision for 160-acre spacing and proration units and a special depth bracket allowable of 750 barrels of oil per day.

(3) That pursuant to the provisions of Order No. R-4822-A, this case was reopened to permit all interested parties to appear and show cause why the Southwest Media-Entrada Oil Pool should not be developed on 40-acre spacing with a depth bracket allowable in accordance with the statewide rules.

(4) That the evidence presently available indicates that continuation of the temporary special rules and regulations for the Southwest Media-Entrada Oil Pool for a period of one year is in the interest of conservation, will not cause waste, and will not impair correlative rights. -2-Case No. 5262 Order No. R-4822-B

(5) That said rules should be continued in full force and effect for a one-year period, and that this case should be reopened at an examiner hearing during the month of September, 1976, at which time all interested parties may appear and show cause why said pool should not be developed on 40-acre spacing with a depth bracket allowable assigned in accordance with the statewide rules.

# IT IS THEREFORE ORDERED:

(1) That the Special Rules and Regulations governing the Southwest Media-Entrada Oil Pool, Sandoval County, New Mexico, promulgated by Order No. R-4822-A, 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 September, 1976, at which time all interested parties may appear and show cause why the Southwest Media-Entrada Oil Pool should not be developed on 40-acre spacing and why the special depth bracket allowable should not be rescinded.

(3) That each operator in the Southwest Media-Entrada Oil Pool shall report monthly to the Aztec District Office of the Commission the previous month's water-oil cut for each producing well in the Southwest Media-Entrada Oil Pool.

(4) That the Secretary-Director of the Commission may, at any time that it appears that premature water encroachment or water coning is occurring, or other evidence of reservoir damage is apparent, rescind the provisions of this order and cause the top unit allowable for the Southwest Media-Entrada Oil Pool to revert to 347 barrels of oil per day.

(5) That jurisdiction of this cause is hereby retained for 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

PHIL R. LUCERO, Chairman Juny Eller ARNOLD, Member ENERY C. ANA ( & Secretary D. RAMEY, Member ίσε.

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