

Entered October 9, 1974

A.P.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. 5322
Order No. R-4864

APPLICATION OF PHILLIPS PETROLEUM
COMPANY FOR AN EXCEPTION TO RULE
104-C-I, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 18, 1974, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 9th day of October, 1974, 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 the applicant, Phillips Petroleum Company, seeks an exception to Commission Rule 104-C-I, to permit the production of its Santa Fe Wells Nos. 41 and 86, located 990 feet from the North line and 1980 feet from the West line, and 990 feet from the North line and 2307 feet from the West line respectively, in Unit C of Section 26, Township 17 South, Range 35 East, NMPM, Vacuum Grayburg-San Andres Pool, Lea County, New Mexico, said wells being non-standard inasmuch as they are less than 330 feet apart.
- (3) That the total productive capacity of said wells is less than the current top allowable for wells in the pool.
- (4) That no offset operator objected to the proposed exception.
- (5) That approval of the subject application will not cause waste or violate correlative rights, but will better enable the applicant to recover its just and equitable share of the gas in the Vacuum Grayburg-San Andres Pool.
- (6) That the application for an exception to Rule 104-C-I should be approved.

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CASE 5322

Order No. R-4864

IT IS THEREFORE ORDERED:

(1) That an exception to Commission Rule 104-C-1 is hereby granted to enable the applicant, Phillips Petroleum Company, to produce its Santa Fe Wells Nos. 41 and 86, both located in Unit C of Section 26, Township 17 South, Range 35 East, NMPM, Vacuum Grayburg-San Andres Pool, Lea County, New Mexico.

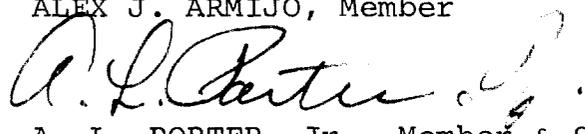
(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member


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

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