Entered November 6, 1980

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 6648 Order No. R-6124-A

IN THE MATTER OF CASE 6648 BEING REOPENED PURSUANT TO THE PROVISIONS OF ORDER NO. R-6124 WHICH ORDER PROMULGATED TEMPORARY SPECIAL RULES AND REGULATIONS FOR THE NORTH CAPROCK-MISSISSIPPIAN POOL IN LEA COUNTY, NEW MEXICO, INCLUDING A PROVISION FOR 160-ACRE SPACING AND A 4000 TO ONE GAS-OIL RATIO LIMITATION.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on October 29, 1980, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>6th</u> day of November, 1980, the Division Director, 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 Division has jurisdiction of this cause and the subject matter thereof.

(2) That by Order No. R-6124, dated September 24, 1979, temporary special rules and regulations were promulgated for the North Caprock-Mississippian Pool, Lea County, New Mexico, establishing temporary 160-acre spacing units and proration units, and a limiting gas-oil ratio of 4000 to one.

(3) That pursuant to the provisions of Order No. R-6124, this case was reopened to allow the operators in the subject pool to appear and show cause why the North Caprock-Mississippian Pool should not be developed on 40-acre spacing units and a limiting gas-oil ratio of 2000 to one. -2-Case No. 6648 Order No. R-6124-A

(4) That the evidence indicates that one well in the North Caprock-Mississippian Pool can efficiently and economically drain and develop 160 acres.

(5) That the Special Rules and Regulations promulgated by Order No. R-6124 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 the Special Rules and Regulations for the North Caprock-Mississippian Pool, as promulgated by Order No. R-6124, should be continued in full force and effect until further order of the Division.

IT IS THEREFORE ORDERED:

(1) That the Special Rules and Regulations governing the North Caprock-Mississippian Pool, promulgated by Order No. R-6124, shall remain in full force and effect until further order of the Division.

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

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION Un JOE D. RAMEY Director

SEAL

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