Entered February 12, 1981

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. 7138 Order No. R-6589

APPLICATION OF WISER OIL COMPANY FOR A SPECIAL GAS-OIL RATIO LIMITATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on January 28, 1981, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 12th day of February, 1981, 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 the applicant, Wiser Oil Company, seeks a special gas-oil ratio limitation of 6,000 to one, retroactive to May 1, 1980, for the Hardy-Drinkard Pool, Lea County, New Mexico.

(3) That the characteristics of the reservoir and reservoir fluids in said Hardy-Drinkard Pool are very similar to the characteristics of the Drinkard Pool and the Weir-Drinkard Pool, both located nearby in Lea County, as are the producing characteristics.

(4) That for said Drinkard Pool, the Division has previously established a gas-oil ratio limit of 6000 to 1, and for the Weir-Drinkard Pool, the established limit is 10,000 to 1.

(5) That the evidence presently available indicates that said Hardy-Drinkard Pool may be produced at a limiting gas-oil ratio of 6,000 to one without waste. -2-Case No. 7138 Order No. R-6589

(6) That the Director of the Division should be permitted to reopen this case, at his option, for further testimony relative to the proper gas-oil ratio limitation for said Hardy-Drinkard Pool.

(7) That the application for special gas-oil ratio limitation for the Hardy-Drinkard Pool should be approved effective the approximate date of discovery of said pool, May 1, 1980.

IT IS THEREFORE ORDERED:

(1) That effective May 1, 1980, a special gas-oil ratio of 6,000 cubic feet of gas per barrel of oil is hereby established for the Hardy-Drinkard Pool, as heretofore defined and described, in Lea County, New Mexico.

IT IS FURTHER ORDERED:

(1) That the Division Director may, at his option, reopen this case at any time to accept further evidence as to the proper gas-oil ratio limitation for the Hardy-Drinkard Pool.

(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 JOE D. RAMEY /Director

SEAL

fd/