STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

CASE NO. 10746(Reopened) ORDER NO. R-9952-C

IN THE MATTER OF CASE 10746 BEING REOPENED PURSUANT TO THE PROVISIONS OF DIVISION ORDER NO. R-9952-A, AS AMENDED, WHICH PROMULGATED SPECIAL RULES AND REGULATIONS FOR THE EAST CATCLAW DRAW-DELAWARE POOL, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on May 18, 1995, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>5th</u> day of June, 1995 the Division Director, having considered the testimony, the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) By Order No. R-9952-A, dated November 10, 1993, as amended by Order No. R-9952-B, the New Mexico Oil Conservation Commission established for an 18 month temporary period a special gas-oil ratio ("GOR") for the East Catclaw Draw-Delaware Pool in Eddy County, New Mexico of 6,000 cubic feet of gas per barrel of oil.

(3) Pursuant to the provisions of said Order No. R-9952-A, this case was reopened to allow the operators in the subject pool to present evidence supporting the continuation of the 6,000 to one GOR limit for the pool on a permanent basis.

(4) Devon Energy Corporation, the original applicant in this matter, appeared at the hearing and provided testimony, which indicates that an increase in the gas-oil ratio for the East Catclaw Draw-Delaware Pool will not result in the decreased ultimate oil recovery from the reservoir.

(5) No other operator in the subject pool or interested parties appeared at the hearing in opposition to the continuation of the 6,000 to one GOR limit.

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(6) The provisions of said Order No. R-9952-A, as amended, should remain in full force and effect until further order of the Division.

IT IS THEREFORE ORDERED THAT:

(1) The provisions established for the East Catclaw Draw-Delaware Pool in Eddy County, New Mexico, by Order No. R-9952-A, dated November 10, 1993, as amended by Order No. R-9952-B, including a gas-oil ratio limitation of 6,000 cubic feet of gas per barrel of oil, is hereby continued in full force and effect until further order of the Division.

(2) 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 WILLIAM J./LEMAY Director

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