STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION 1 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 2 13 April 1988 3 EXAMINER HEARING 4 5 IN THE MATTER OF: 6 In the matter of Case 9117 being re-CASE 7 opened pursuant to the provisions of 9117 Division Order R-8443, Lea County, 8 New Mexico. 9 10 11 BEFORE: David R. Catanach, Examiner 12 13 14 TRANSCRIPT OF HEARING 15 16 17 APPEARANCES 18 For the Division: Charles E. Roybal 19 Legal Counsel for the Division Oil Conservation Division 20 State Land Office Building Santa Fe, New Mexico 87501 21 For the Applicant: 22 23 24 25

2 1 MR. CATANACH: Call next Case 2 9117. 3 MR. ROYBAL: Case 9117. In the 4 matter of Case 9117 being reopened pursuant to the 5 provisions of Division Order No. R-8443, which order 6 promulgated temporary special rules and regulations from the 7 Bell Lake-Cherry Canyon Pool in Lea County, New Mexico. 8 9 MR. CATANACH: Are there any appearances in this case? 10 There being no appearances in 11 this case, it will be taken under advisement. 12 13 (Hearing concluded.) 14 15 16 17 18 19 20 21 22 23 24 25

3 1 2 CERTIFICATE 3 4 Ι, SALLY W. BOYD, C.S.R., DO HEREBY 5 that the foregoing Transcript of Hearing before the CERTIFY 6 Conservation Division (Commission) was reported by Oil 7 me; that the said transcript is a full, true, and correct record 8 of the hearing, prepared by me to the best of my ability. 9 10 11 12 Saeley W. Boyd CSR 13 14 15 16 I do hereby certify that the foregoing is 17 a complete record of the proceedings in 18 the Examiner hearing of Case No. 9/17 4-13 19 88 heard by me on 19 atanul, Examiner 20 Oil Conservation Division 21 22 23 24 25

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

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

> CASE NO. 9117 REOPENED Order No. R-8443-A

IN THE MATTER OF CASE NO. 9117 BEING REOPENED PURSUANT TO THE PROVISIONS OF DIVISION ORDER NO. R-8443, WHICH ORDER PROMULGATED TEMPORARY SPECIAL RULES AND REGULATIONS FOR THE BELL LAKE-CHERRY CANYON POOL IN LEA COUNTY, NEW MEXICO, INCLUDING A PROVISION FOR 80-ACRE SPACING UNITS.

## ORDER OF THE DIVISION

#### BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on April 13, 1988, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this <u>21st</u> day of April, 1988, 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-8443, dated May 8, 1987, the Division created, defined, and promulgated Temporary Special Rules and Regulations for the Bell Lake-Cherry Canyon Pool, Lea County, New Mexico, including a provision for 80-acre spacing and proration units. CASE NO. 9117 Order No. R-8443-A -2-

(3) Pursuant to the provisions of Order No. R-8443, this case was reopened to allow the operators in the subject pool to appear and show cause why the Bell Lake-Cherry Canyon Pool should not be developed on 40-acre spacing and proration units.

(4) There were no appearances at the hearing by operators or interested parties.

(5) In the absence of additional testimony showing why the Bell Lake-Cherry Canyon Pool should not be developed on 40-acre spacing and proration units, the Temporary Special Rules and Regulations established by Order No. R-8443 should be rescinded.

(6) A standard spacing and proration unit for the Bell Lake-Cherry Canyon Pool should be 40 acres in accordance with Rule 104 of the Division Rules and Regulations.

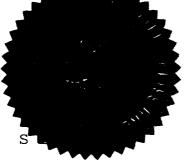
## IT IS THEREFORE ORDERED THAT:

(1) The Temporary Special Rules and Regulations for the Bell Lake-Cherry Canyon Pool as promulgated by Division Order No. R-8443 are hereby rescinded.

(2) A standard spacing and proration unit for the Bell Lake-Cherry Canyon Pool shall be 40 acres in accordance with Rule 104 of the Division Rules and Regulations.

(3) 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 here designated.



STATE OF NEW MEXICO OIL CONSERVATION DIVISION

WILLIAM J. LEMAY Director