

CASE NO. 5400
Order No. R-4956

IT IS THEREFORE ORDERED:

(1) That the applicant, Twinlakes Oil Company, is hereby authorized to drill and complete oil wells on an existing gas proration unit consisting of the W/2 W/2 of Section 36, Township 8 South, Range 28 East, NMPM, Twin Lakes-San Andres Pool, Chaves County, New Mexico.

PROVIDED HOWEVER, that the allowable for a 40-acre tract in the W/2 W/2 of said Section 36 on which an oil well is completed shall be no more than the top unit allowable and casinghead gas allowable for an oil well in the Twin Lakes-San Andres Pool.

PROVIDED FURTHER, that with the assignment of an oil allowable to any well drilled and completed in accordance with Order (1) of this order, the gas allowable to the existing gas well on said proration unit shall be reduced by reducing said well's acreage factor by subtracting therefrom the figure 0.250.

PROVIDED FURTHER, that no oil well shall be drilled on the same 40-acre tract with the existing gas well.

IT IS FURTHER ORDERED:

(1) That the application for amendment of the Special Rules and Regulations for the Twin Lakes-San Andres Pool is hereby denied.