

regulations for the South Dagger Draw-Upper Pennsylvanian Associated Pool in Eddy County, New Mexico to be enacted, which established 320-acre spacing, designated well locations, set the limiting gas-oil ratio at 8,000 cubic feet of gas for each barrel of oil produced and adopted a special depth bracket allowable for an oil well of 267 barrels of oil;

(b) Division Order No. R-5353-A, dated March 15, 1977, made permanent the above-described temporary pool rules;

(c) by Division Order No. R-5353-L, dated October 26, 1990, it was established that both the North Dagger Draw-Upper Pennsylvanian Pool and said South Dagger Draw-Upper Pennsylvanian Associated Pool were, "in geological and pressure communication and are in fact both part of the same pool"; therefore, the "*Special Rules and Regulations for the South Dagger Draw-Upper Pennsylvanian Associated Pool*" were temporarily changed to parallel the special rules for the adjacent North Dagger Draw-Upper Pennsylvanian Pool (Division Order No. R-4691, as amended) to the north; said Order No. R-5353-L left the spacing unchanged at 320 acres, but modified the designated well locations, changed the limiting gas-oil ratio to 10,000 cubic feet of gas for each barrel of oil produced, and increased the special depth bracket allowable from 267 barrels of oil per day to 700 barrels of oil per day;

(d) Division Order No. R-5353-L-1, dated March 25, 1991, changed the special depth bracket allowable from 700 barrels per day to 1,400 barrels per day;

(e) Division Order No. R-10050, issued in consolidated Case 10869 and 10881 and dated January 26, 1994, specifically allowed the simultaneous dedication of acreage to both oil and gas wells and reduced the limiting gas-oil ratio from 10,000 cubic feet of gas for each barrel of oil produced to 7,000;

(f) the changes/modifications described above were