

Entered October 8, 1971

A.S.P.

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 4590
Order No. R-4202

APPLICATION OF WOLFSON OIL
COMPANY, MKA OIL PROPERTIES,
JOHN H. HENDRIX, AND BRUCE A.
WILBANKS FOR A SPECIAL GAS-OIL
RATIO LIMITATION, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 15, 1971, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 8th day of October, 1971, the Commission, a quorum being present, 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 Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicants, Wolfson Oil Company, MKA Oil Properties, John H. Hendrix, and Bruce A. Wilbanks, seek as an exception to Rule 506 of the Commission Rules and Regulations, a limiting gas-oil ratio of 6,000 cubic feet of gas per barrel of oil in the Drinkard Pool, Lea County, New Mexico.

(3) That the reservoir characteristics of the subject pool presently available justify the establishment of a gas-oil ratio limitation of 6,000 cubic feet of gas per barrel of liquid hydrocarbons.

(4) That in order to afford to the owner of each property in the Drinkard Pool the opportunity to produce his just and

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equitable share of the oil and gas in the subject pool and for this purpose to use his just and equitable share of the reservoir energy, a limiting gas-oil ratio of 6,000 cubic feet of gas per barrel of liquid hydrocarbons should be established for the subject pool.

(5) That approval of the subject application will prevent waste and protect correlative rights, provided the flaring or venting of gas in the Drinkard Pool is prohibited.

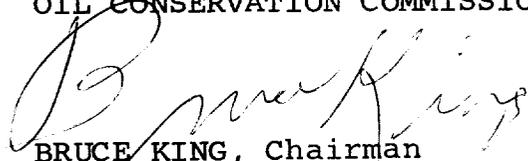
IT IS THEREFORE ORDERED:

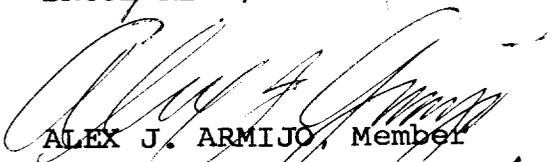
(1) That, effective November 1, 1971, the limiting gas-oil ratio in the Drinkard Pool, Lea County, New Mexico, shall be 6,000 cubic feet of gas for each barrel of oil produced; that, effective November 1, 1971, each proration unit in the Drinkard Pool shall produce only that volume of gas equivalent to 6,000 multiplied by top unit oil allowable for the pool.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


BRUCE KING, Chairman


ALEX J. ARMIJO, Member


A. L. PORTER, Jr., Member & Secretary

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