

Entered March 26, 1974
A.P.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. 5190
Order No. R-4758

APPLICATION OF UNION OIL COMPANY
OF CALIFORNIA FOR POOL CREATION
AND SPECIAL POOL RULES, LEA
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 13, 1974, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 26th day of March, 1974, 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 applicant, Union Oil Company of California, seeks the creation of a new Morrow Gas Pool for its Pipeline Deep Unit Well No. 1 located in Unit J of Section 17, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico, and for the promulgation of special rules therefor including a provision for 640-acre spacing.

(3) That the subject well is located within one mile of the horizontal limits of the Quail Ridge-Morrow Gas Pool, Lea County, New Mexico.

(4) That the evidence presently available does not indicate that the subject well has discovered a separate common source of supply or that the subject well can efficiently and economically drain 640 acres.

(5) That in order to prevent the reduced recovery occasioned by the drilling of an insufficient number of wells, and to otherwise prevent waste and protect correlative rights, the subject application should be denied.

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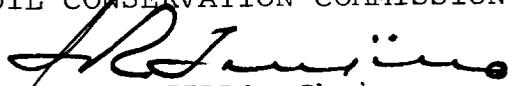
IT IS THEREFORE ORDERED:

(1) That the application of Union Oil Company of California in the subject case is hereby denied.

(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 herein-
above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


I, R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member


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

S E A L

jr/