

PMW/cvg

**“Finds that:**

(24) To further address the potential for waste that will occur if proper reservoir management is not instituted and to further expand upon Findings 12, 13, and 14 there should be created immediately a Dagger Draw Complex Operators Committee, hereinafter referred to as “Committee,” consisting of operator representatives who have operations in either the North Dagger Draw or South Dagger Draw -Upper Pennsylvanian pools. Said committee or technical sub-committee should be charged with acquiring the necessary information, through testing and further reservoir analyses to scientifically investigate recovery methods, other than primary. Said investigation should address OOIP, relative interference between wells, accurate porosity calculations, and other measurements, critical to evaluating enhanced oil recovery options for the pools. The Chairman of the Oil Conservation Commission will appoint the “Committee” and Committee Chairman. If operators cannot reach agreement on issues and/or tests that need to be undertaken, a facilitator should be employed to bring disagreeing operators to the table to work out their differences. The committee will report to the Division Director quarterly in 1997 and will submit a final report with recommendations to the Chairman of the Oil Conservation Commission by January 1, 1998. Said report will form the basis for future regulation in the Dagger Draw complex, including but not limited to pool allowables which reflect the “maximum efficient rate” (MER) of production from the reservoir, the potential for waterflooding, the potential for pressure maintenance, and the potential for carbon dioxide flooding. Economic criteria should also be incorporated into the report.”