"IT IS FURTHER ORDERED THAT:

The aforementioned "Committee" is hereby created and shall include representatives of operators operating in the North Dagger Draw and South Dagger Draw-Upper Pennsylvanian pools appointed by the Chairman of the New Mexico Oil Conservation Commission. Said Committee shall be charged with acquiring the necessary information, through testing and further reservoir analyses, to scientifically investigate recovery methods, Said investigation shall address OOIP, relative other than primary. interference between wells, accurate porosity calculations, and other measurements, critical to evaluating improved oil recovery options of these pools. 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 of the New Mexico Oil Conservation Division 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. 33