

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

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

CASE NO. 35

ORDER NO. 484

THE APPLICATION OF THE LOCO HILLS PRESSURE
MAINTENANCE ASSOCIATION, INC., IN THIS:
"THAT A MAXIMUM RATE OF WITHDRAWAL OF 30
BARRELS PER DAY PER WELL BE ESTABLISHED
FOR THE LOCO HILLS AREA, INCLUDING BACK
ALLOWABLES, UNTIL CONDITIONS JUSTIFY A
FURTHER INCREASE AS SHOWN BY ENGINEERING
STUDIES."

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at two o'clock P.M.,
August 28, 1942, at Santa Fe, New Mexico, before the Oil Conservation
Commission of the State of New Mexico, hereinafter referred to as
the "Commission".

NOW, on the 14th day of November, 1942, the Commission
having before it for consideration the testimony adduced at the hearing
of said case and being fully advised in the premises;

IT IS THEREFORE ORDERED:

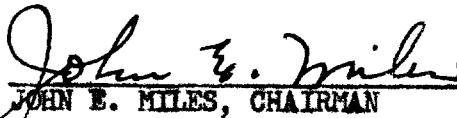
SECTION 1. That, for the purpose of preventing physical waste
in the forms of loss of gas as such and as the reservoir energy of the
field, and for the purpose of obtaining a greater ultimate recovery of
crude petroleum, a 30-barrel maximum rate of withdrawal of crude oil
per day per proration unit, including back allowables, be and is
hereby established for the first six proration months immediately
following the proration month in which this order is adopted in order
that engineering studies may be made during such period to determine
whether the maximum rate of withdrawal should be increased or decreased
as set out hereinbelow. It is not the intention of the order herein
to change any of the provisions of Order 339, the Loco Hills Pressure
Maintenance Plan.

SECTION 2. For further periods of such restricted production
the Engineers' Committee of the Loco Hills Pressure Maintenance Association
Inc., shall make application to the Commission supported by pertinent
engineering data for such maximum rate of withdrawal as may seem
advisable but must not be below 20 barrels nor above 40 barrels per
proration unit. Pursuant to such application permission of the
Commission shall be obtained administratively.

SECTION 3. During all periods, however, the maximum rate of withdrawal shall be within the current allowable.

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

OIL CONSERVATION COMMISSION


JOHN E. MILES, CHAIRMAN

H. R. RODGERS, MEMBER


JOHN M. KELLY, SECRETARY