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## 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. 861 Order No. R-639-A

APPLICATION OF EL PASO NATURAL GAS COMPANY FOR AN ORDER PROMULGATING POOL RULES AND INSTITUTING GAS PRORATIONING FOR THE CROSBY-DEVONIAN GAS POOL IN LEA COUNTY, NEW MEXICO.

## APPLICATION FOR REHEARING

Your applicant, El Paso Natural Gas Company, applies for rehearing in the above styled and numbered cause and states:

- 1. That it is the owner of interests in the West Half (W/2) and Southeast Quarter (SE/4) of Section 33, Township 25 South, Range 37 East, N.M.P.M., Lea County, New Mexico, and is a party affected by Order No. R-639-A, entered by the Commission on December 28, 1956.
- 2. That, upon rehearing, your applicant would show the Commission that its Order No. R-639-A is erroneous in the following respects:
  - (a.) The Commission's Finding No. 7 that a proration unit of more than 160 acres in the probable areal extent of Crosby-Devonian common source of supply could cause the inclusion in units of acreage that cannot reasonably be assumed to be productive of gas is not supported by the evidence, is contrary to the evidence, and states a legal impossibility under the statutes of the State and the Commission's own rules and regulations.
  - (b.) The Commission's Finding No. 8 that one well will efficiently and economically drain 160 acres in the Crosby-Devonian Pool is not supported by the evidence and is contrary to the law and the evidence.
  - (c.) Rule 3 of said Order establishing 160 acre drilling units in the Crosby-Devonian Pool is not supported by the Commission's findings of fact and is contrary to the law and evidence.

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  - (c.) Rule 3 of said Order establishing 160 acre drilling units in the Crosby-Devonian Pool is not supported by the Commission's findings of fact and is contrary to the law and evidence.

- (d.) Rule 5 of said Order establishing 160 acre proration units in the Crosby-Devonian Pool is not supported by the Commission's findings of fact and is contrary to the law and the evidence.
- 3. That, pursuant to the Rule 1208 of the Commission's Rules and Regulations, copies of this application for rehearing have been mailed by registered mail to the adverse parties and parties entering appearances in the original hearing the above styled and numbered cause at their respective addresses, as shown on the attached Exhibit "A".

WHEREFORE, your applicant respectfully requests the Commission to grant a rehearing in the above styled and numbered cause and to hear such further evidence as may be material and to reconsider its Order R-639-A entered in said cause.

Respectfully submitted,

EL PASO NATURAL GAS COMPANY

The a Woodward Its Attorney