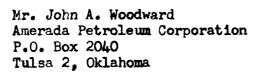
OIL CONSERVATION COMMISSION P. O. BOX 871

.....

SANTA FE, NEW MEXICO

January 11, 1956



Dear Sir:

We enclose a copy of Order R-736 issued December 29, 1955, by the Oil Conservation Commission in Case 954, which was heard on October 13th.

Very truly yours,

W. B. Macey Secretary - Director

WBM:brp Encl.

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

CASE NO. 954 Order R-736

THE APPLICATION OF AMERADA PETROLEUM CORPORATION FOR AN ORDER ESTABLISHING 320 ACRE SPACING UNITS FOR A COMMON SOURCE OF SUPPLY IN THE PICTURED CLIFT'S FORMATION UNDERLYING SECTIONS 16 THROUGH 22, S/2 SECTIONS 23 AND 24, ALL OF SECTIONS 25 THROUGH 31, ALL IN TOWNSHIP 25 NORTH, RANGE 5 WEST, AND ALL OF TOWNSHIP 24 NORTH, RANGE 5 WEST, AND THE N/2 OF TOWNSHIP 23 NORTH, RANGE 5 WEST, NMPM, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m., on October 13, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 27^{th} day of December, 1955, the Commission, a quorum being present, having considered the records and testimony adduced, and being fully advised in the premises,

FINDS:

- 1. That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.
- 2. That applicant, Amerada Petroleum Corporation and others, are the owners of oil and gas leases covering lands in Rio Arriba County described as follows: Sections 16 through 22, S/2 Sections 23 and 24, All of Sections 25 through 31, All in Township 25 North, Range 5 West, All of Township 24 North, Range 5 West, and the N/2 of Township 23 North, Range 5 West, NMPM.
- 3. That applicant, by the preponderance of the evidence, failed to show the existence of a common source of supply under above described properties.
- 4. That applicant, by the preponderance of the evidence, failed to show that one well will efficiently drain 320 acres.

IT IS THEREFORE ORDERED:

That the application of the Amerada Petroleum Corporation for an order establishing 320 acre spacing units in the Pictured Cliffs formation underlying Sections 16 through 22, S/2 Sections 23 and 24, All of Sections 25

-2-Case No. 954

through 31, all in Township 25 North, Range 5 West, and all of Township 24 North, Range 5 West, and the N/2 of Township 23 North, Range 5 West, be and the same is hereby <u>DENIED</u>.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JOHN F. SIMMS, Chairman

E. S. WALKER, Member

W. B. MACEY, Member and Secretary

