BEFORE THE GIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

> CASE NO. 1382 Order No. 821-A

APPLICATION OF BUFFALO OIL COMPANY TO AMEND ORDER NO. 821 TO PERMIT THE PRODUCTION OF TWO WELLS ON A 40-ACRE UNIT IN THE MALJAMAR POOL, IN LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on February 26, 1958, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the New Mexico Oil Conservation Commission, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this $/3^{43}$ day of March, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant is the owner and operator of an oil and gas lease in the Maljamar Cooperative Repressuring Agreement Area in the Maljamar Pool, a portion of which consists of the NE/4 of the SW/4 of Section 21, Township 17 South, Range 32 East, NMPM, Les County, New Mexico.

(3) That the applicant originally drilled its Baish "A" Well No. 15 on the above-described lease and that subsequent to the drilling of said well, the applicant requested permission to drill a substitute well on the above-described 40-acre proration unit known as the Baish "A" No. 21 Well.

(4) That the Commission by Order No. 821 dated May 5, 1949, granted permission to drill the said Baish "A" No. 21 Well, provided that said Baish "A" No. 15 Well was plugged back to another horizon or plugged and abandoned.

(5) That the said Baish "A" No. 15 Well has not been produced from the Maljamar Pool since the date of completion of the said Baish "A" No. 21 Well.

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(6) That the applicant by its application in this case requests that Order No. 821 be amended to permit the simultaneous production from the Maljamar Pool of the said Baish "A" No. 15 Well and Baish "A" No. 21 Well.

(7) That approval of the subject application will not cause waste nor impair correlative rights.

(8) That the subject application should be approved.

IT IS THEREFORE ORDERED;

That that portion of Order No. 821 dated May 5, 1949, which prohibits the simultaneous production from the Maljamar Pool of the applicant's Baish "A" No. 15 Well and Baish "A" No. 21 Well, both located in the NE/4 of the SW/4 of Section 21, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, be and the same is hereby superseded, and that the applicant be and the same is hereby expressly authorized to simultaneously produce the said Baish "A" No. 15 Well and Baish "A" No. 21 Well from the said Maljamar Pool.

PROVIDED HOWEVER, That in no event shall the combined allowable assigned to said wells exceed the allowable allocated to the 40-acre unit on which said wells are located.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. NECHEM, Chairman

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MURRAY E. MORGAN, Momber

A. L. PORTER, Jr., Member & Secretary

