# 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. 1441 Order No. R-1187

APPLICATION OF PUBCO PETROLEUM CORPORATION FOR AN ORDER PROMULGATING TEMPORARY 80-ACRE SPACING AND SPECIAL RULES AND REGULATIONS FOR THE VERDEGALLUP OIL POOL IN SAN JUAN COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 14, 1958, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this day of June, 1958, the Commission, a quorum being present, having considered the application and the evidence adduced 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, Pubco Petroleum Corporation, seeks the establishment of temporary 80-acre spacing and the promulgation of Special Rules and Regulations for the Verde-Gallup Oil Pool in San Juan County, New Mexico.
- (3) That the applicant has failed to prove that the Verde-Gallup Oil Pool can be efficiently drained and developed on an 80-acre spacing pattern.
- (4) That the drilling and spacing of wells in the Verde-Gallup Oil Pool should continue to be governed by Rule 104 of the Commission Rules and Regulations.

## IT IS THEREFORE ORDERED:

(1) That the application of Pubco Petroleum Corporation for the establishment of temporary 80-acre spacing and for the promulgation of Special Rules and Regulations for the Verde-Gallup Oil Pool in San Juan County, New Mexico, be and the same is hereby denied.

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(2) That the drilling and spacing of wells in the Verde-Gallup Oil Pool shall continue to be governed by Rule 104 of the Rules and Regulations of the Oil Conservation Commission of New Mexico.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDVIN L. MECHEN, Chairman

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MURRAY E. MORGAN, Member

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

