

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. 1634
Order No. R-1382-B

APPLICATION OF THE PURE OIL
COMPANY FOR AN ORDER PROMUL-
GATING TEMPORARY SPECIAL RULES
AND REGULATIONS FOR THE SOUTH
VACUUM-DEVONIAN POOL IN LEA
COUNTY, NEW MEXICO, TO PROVIDE
FOR 80-ACRE PRORATION UNITS

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9:00 o'clock a.m. on April 15, 1959, at Hobbs, New Mexico, and at 9:00 o'clock a.m. on July 15, 1959, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 15 day of August, 1959, the Commission, a quorum being present, having considered the testimony presented, and the exhibits received at said hearing, 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 by Order No. R-1382, dated April 30, 1959, the Commission denied the application of The Pure Oil Company for the promulgation of temporary rules and regulations for the South Vacuum-Devonian Pool in Lea County, New Mexico, to provide for 80-acre proration units; further, that the Commission denied the request of The Pure Oil Company for permission to shut-in its South Vacuum Unit Well No. 3-35 located in the NE/4 NW/4 of Section 35, Township 18 South, Range 35 East, NMPM, Lea County, New Mexico, and to transfer the allowable of said well to the applicant's South Vacuum Unit Well No. 1-35 located in the SW/4 NE/4 of said Section 35.

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(3) That the applicant, by application dated May 19, 1959, requested the Commission to re-open Case No. 1634 for a rehearing of said case and to re-consider Order No. R-1382. That the Commission by Order No. R-1382-A authorized that the subject case be re-opened and a rehearing be held at 9:00 o'clock a.m. on July 15, 1959, with the provision that the rehearing would be limited solely to the issue of whether or not the applicant should be permitted to shut-in a well on its South Vacuum Unit and transfer said well's allowable to another well or wells on the same lease.

(4) That the evidence presented at said rehearing indicates that the applicant should be permitted to shut-in its South Vacuum Unit Well No. 2-35 located in the NE/4 SE/4 of Section 35, Township 18 South, Range 35 East, Lea County, New Mexico, and to transfer the allowable from said well to its South Vacuum Unit Well No. 1-35 located in the SW/4 NE/4 of said Section 35.

(5) That the applicant should conduct monthly tests on said Well No. 1-35, filing the results of such tests with the Commission on Commission Form No. C-116.

(6) That the Secretary-Director of the Commission should be authorized, if the monthly production test data indicates possible damage to the South Vacuum Unit Well No. 1-35, to order the allowable which is transferred from the South Vacuum Unit Well No. 2-35 to be apportioned to other wells on the same basic lease which are completed in the South Vacuum-Devonian Pool.

IT IS THEREFORE ORDERED:

(1) That the applicant, The Pure Oil Company, be and the same is hereby authorized to shut-in its South Vacuum Unit Well No. 2-35 located in the NE/4 SE/4 of Section 35, Township 18 South, Range 35 East, South Vacuum-Devonian Pool, Lea County, New Mexico, and to transfer the allowable of said well to the applicant's South Vacuum Unit Well No. 1-35 located in the SW/4 NE/4 of said Section 35 for a period not to exceed one year from the effective date of this order.

(2) That the applicant shall conduct monthly tests on said Well No. 1-35 and report the results of those tests to the Commission on Commission Form No. C-116.

(3) That the Secretary-Director of the Commission be and the same is hereby authorized to require the allowable which is transferred from the South Vacuum Unit Well No. 2-35 to be distributed among other wells on the same basic lease completed in the South Vacuum-Devonian Pool, if in his opinion the production of the transferred allowable from the said Well No. 1-35 is resulting or may result in damage to said well.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

John Burroughs

JOHN BURROUGHS, Chairman

Murray E. Morgan

MURRAY E. MORGAN, Member

A. L. Porter, Jr.

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

