

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. 3573
Order No. R-3240-A

APPLICATION OF AZTEC OIL & GAS
COMPANY FOR SPECIAL POOL RULES,
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on June 26, 1968,
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 3rd day of July, 1968, the Commission, a
quorum being present, having considered the testimony, the record,
and the recommendations of the Examiner, 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-3240, dated June 1, 1967, tempo-
rary Special Rules and Regulations were promulgated for the
South Corbin-Strawn Oil Pool, Lea County, New Mexico, including
a provision for 160-acre spacing units and a gas-oil ratio
limitation of 4000 to one.

(3) That pursuant to the provisions of Order No. R-3240,
this case was reopened to allow the operators in the South Corbin-
Strawn Oil Pool to appear and show cause why said temporary
Special Rules and Regulations should remain in effect.

(4) That no operator in the South Corbin-Strawn Oil Pool
appeared to show cause why the subject pool should not be

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developed on 80-acre or 40-acre spacing units and why the limiting gas-oil ratio should not revert to the Statewide limit of 2000 to one.

(5) That the operators in the subject pool have not established that one well can efficiently and economically drain and develop 160 acres.

(6) That no necessity exists for the continuation of the Special Rules and Regulations promulgated by Order No. R-3240, that said rules should therefore be abolished, and that the South Corbin-Strawn Oil Pool should be developed on 40-acre spacing units and the limiting gas-oil ratio should revert to the Statewide limit of 2000 to one.

IT IS THEREFORE ORDERED:


(1) That the Special Rules and Regulations governing the South Corbin-Strawn Oil Pool, promulgated by Order No. R-3240, are hereby abolished.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

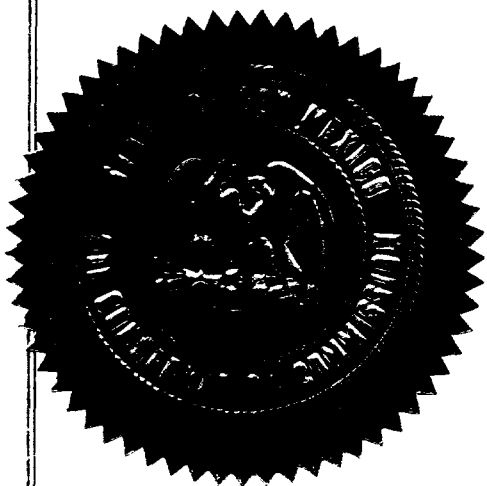
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

DAVID F. CARGO, Chairman


GUYTON B. HAYS, Member


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



esr/