

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF CASE NO. 3834 BEING REOPENED
PURSUANT TO THE PROVISIONS OF ORDER NO. R-3479,
WHICH ORDER SUSPENDED FOR A PERIOD OF ONE YEAR
BEGINNING AUGUST 1, 1968, CERTAIN PORTIONS OF
RULES 14(A) AND 15(A) OF THE GENERAL RULES AND
REGULATIONS FOR THE PRORATED GAS POOLS OF NORTH-
WEST NEW MEXICO, PROMULGATED BY ORDER NO. R-1670,
AS AMENDED.

CASE No. 3834
Order No. R-3479-A

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 8:30 a.m. on February 19, 1969, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 28th day of February, 1969, 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-3479, dated August 20, 1968, Rule 14(A) of the General Rules and Regulations for the Prorated Gas Pools of Northwest New Mexico, promulgated by Order No. R-1670, as amended, was suspended for a period of one year beginning August 1, 1968, insofar and only insofar as said rule requires the cancellation of gas allowables remaining unproduced and carried forward into the gas proration periods beginning February 1, 1968, and August 1, 1968, and subject to cancellation August 1, 1968, and February 1, 1969, respectively.

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(3) That by said Order No. R-3479, Rule 15(A) of said General Rules and Regulations was suspended for a period of one year beginning August 1, 1968, insofar and only insofar as said rule requires that overproduced wells shall be shut in until such overproduction is made up.

(4) That pursuant to the provisions of said Order No. R-3479, this case was reopened to allow all interested parties to appear and show cause why said Order No. R-3479 should or should not be rescinded.

(5) That the conditions that brought about the issuance of said Order No. R-3479 have not substantially altered.

(6) That the planned expansion of the applicant's Southern Division Mainline System facilities is progressing and said expansion should enable the applicant to bring overproduced wells into balance substantially as anticipated in the prior hearing.

(7) That the installation of compression facilities as planned by the applicant should better enable the applicant to produce underproduction that has accrued to wells in the subject area.

(8) That in order to protect correlative rights, prevent waste, promote conservation, and allow each producer in the prorated gas pools of Northwest New Mexico the opportunity to produce his just and equitable share of the reserves underlying said gas pools, Order No. R-3479 should be continued in full force and effect.

IT IS THEREFORE ORDERED:

(1) That Order No. R-3479 is hereby continued in full force and effect until August 1, 1969.

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

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


DAVID F. CARGO, Chairman


ALEX J. ARMIJO, Member


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

