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BEFORE THE

OIL CONSERVATION COMMISSION OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF AMERADA HESS CORPORATION FOR AN AMENDMENT OF ORDER NO. R-510, BRONCO SILURO-DEVONIAN POOL, LEA COUNTY, NEW MEXICO

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APPLICATION

Comes now Amerada Hess Corporation and applies to the Oil Conservation Commission of New Mexico for an order amending Order No. R-510, entered in Case No. 672 on July 15, 1954, being the operating rules for the Bronco-Siluro-Devonian Pool, Lea County, New Mexico, by resciding Rules 4 and 5 of said pool rules, and in support thereof would show the Commission:

- 1. Under the terms of Order No. R-510, the production allowable for the pool was set at 227 barrels of oil per day, which allowable is common to the Bronco-Siluro-Devonian Pool in New Mexico, and the Bronco Pool in Yoakum County, Texas.
- 2. Wells in the pool are capable of making in excess of the allowable set in Order No. R-510, and the pool allowable should be assigned on the basis of the state-wide oil allowable rules of the state of New Mexico, and a market is available for the oil to be produced if the pool is prorated under the state-wide rules.
- 3. Under the present rules the Bronco-Siluro-Devonian Pool is being discriminated against in the assignment of allowables, and the assignment of the allowable production to the pool is not reasonable under present conditions, contrary to the provisions of law.

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- 4. No waste will occur if the pool is prorated under the provisions of the state-wide rules of the Commission, in lieu of the present rules contained in Order No. R-510.
- 5. At the present state of the reservior, the bottom hole pressure tests required by Rule 5 of Order No. R-510 are not necessary, and should no longer be required.

WHEREFORE, applicant prays that this application be set for hearing before the Commission's duly appointed examiner at the hearing scheduled for February 24, 1971, and that after notice and hearing as required by law, the Commission enter its order amending Order R-510 as requested.

> Respectfully submitted, AMERADA HESS CORPORATION

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ATTORNEYS FOR APPLICANT