STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 5978 (Reopened)
Order No. R-5492-A

IN THE MATTER OF DIVISION CASE NO. 5978 BEING REOPENED PURSUANT TO THE PROVISIONS OF DIVISION ORDER NO. R-5492, WHICH ORDER CREATED AND PROMULGATED TEMPORARY SPECIAL RULES AND REGULATIONS FOR THE HAGOOD-PENNSYLVANIAN GAS POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on August 28, 1985, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 27th day of September, 1985, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

- (1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) By Order No. R-5492, dated July 19, 1977, the Division created, defined, and classified the Hagood-Pennsylvanian Gas Pool, Lea County, New Mexico, and Temporary Special Rules and Regulations were promulgated therefor, including a provision for 640-acre spacing and proration units.
- (3) Pursuant to the provisions of said Order No. R-5492, this case was reopened to allow the operators in the subject pool to appear and show cause why the Hagood-Pennsylvanian Gas Pool should not be developed on 320-acre spacing and proration units.

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- (4) Since the inception of the Hagood-Pennsylvanian Gas Pool, only one well has produced from the pool, the BTA Oil Producers Hagood 7608 JV-P Well No. 1 located in the NW/4 NE/4 of Section 25, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico, which was also the discovery well for the subject pool.
- (5) Said well produced from the Pennsylvanian formations between July, 1977 and October, 1978 and was plugged and abandoned in March, 1979.
- (6) At the time of the hearing there were no appearances by interested or affected parties.
- (7) It is not known at this time whether additional wells will be completed in the subject pool.
- (8) In the absence of additional testimony showing why the Hagood-Pennsylvanian Gas Pool should not be developed on 320-acre spacing and proration units, the Temporary Special Rules and Regulations promulgated by Division Order No. R-5492 should be rescinded and said pool should be governed by the Statewide Rules.

IT IS THEREFORE ORDERED THAT:

- (1) The Temporary Special Rules and Regulations for the Hagood-Pennsylvanian Gas Pool, promulgated by Division Order No. R-5492, dated July 19, 1977, are hereby rescinded and the pool is hereby placed under the Statewide Rules.
- (2) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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

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STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

R. L. STAMETS

Director