

AUG 19 1992

O. C. D.
OFFICE OF THE COMMISSIONER

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

CASE NO. 10308(Reopened)
ORDER NO. R-9514-A

IN THE MATTER OF CASE 10308 BEING REOPENED
PURSUANT TO THE PROVISIONS OF DIVISION ORDER
NO. R-9514, WHICH, IN PART, PROMULGATED SPECIAL RULES AND
REGULATIONS FOR THE SOUTH LONE WOLF-DEVONIAN POOL,
CHAVES COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on May 14, 1992, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 26th day of May, 1992 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) In part, by Division Order No. R-9514, dated May 24, 1991, temporary Special Rules and Regulations were promulgated for the South Lone Wolf-Devonian Pool comprising the NE/4 of Section 28, Township 13 South, Range 29 East, NMPM, Chaves County, New Mexico, establishing 160-acre spacing units and designated well location requirements.
 - (3) Pursuant to the provisions of said Order No. R-9514, this case was reopened to allow the operators in the subject pool to appear and show cause why the temporary Special Rules and Regulations for the South Lone Wolf-Devonian Pool should not be rescinded.
 - (4) The operators in the subject pool have not established that one well can efficiently and economically drain and develop 160 acres.
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Case No. 10308Reopened)
Order No. R-9514-A
Page No. 2

(5) No operator in the subject pool appeared at the hearing to show cause why the Special Pool Rules for the South Lone Wolf Devonian Pool should not be rescinded at this time and the pool be governed by all applicable statewide rules for oil wells as promulgated by the "Rules and Regulations of the Oil Conservation Division."

(6) No apparent necessity exists for the continuation of said Special Rules and Regulations for the South Lone Wolf-Devonian Pool; therefore those portions of said Order No. R-9514 promulgating said rules should be abolished at this time.

IT IS THEREFORE ORDERED THAT:

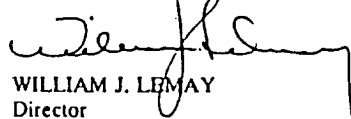
(1) The temporary Special Rules and Regulations governing the South Lone Wolf-Devonian Pool, Chaves County, New Mexico, as promulgated by Division Order No. R-9514, are hereby abolished.

(2) Any future or existing oil wells in the South Lone Wolf-Devonian Pool shall have dedicated thereto 40 acres in accordance with General Rule 104.C. Failure to file new Forms C-102 with the Division dedicating 40 acres to any existing well within 60 days from the date of this order shall subject the well to cancellation of allowable.

(3) 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.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


WILLIAM J. LEMAY
Director

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