

*Entered March 5, 1965*  
*A.L.P.*

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. 3198  
Order No. R-2758-B

APPLICATION OF TEXACO INC.  
FOR AN AMENDMENT OF ORDER  
NO. R-2758, SAN JUAN COUNTY,  
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on January 27, 1965, at Santa Fe, New Mexico, before Examiner Elvis A. Utz and was continued to February 24, 1965.

NOW, on this 5th day of March, 1965, 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 Orders Nos. R-2758 and R-2758-A, the Commission promulgated temporary Special Rules and Regulations for the Tocito Dome-Pennsylvanian "D" Oil Pool, establishing a 160-acre proportional factor of 2.77 for allowable purposes due to the possibility of premature water encroachment and resulting waste.

(3) That the applicant, Texaco Inc., seeks an amendment of Rules 6 and 8 of said Order No. R-2758 to establish a 160-acre proportional factor of 4.77 for said pool.

(4) That the applicant has established that a 160-acre proportional factor of 4.77 will not cause premature water encroachment.

(5) That a 160-acre proportional factor of 4.77 will prevent waste and protect correlative rights in the subject pool.

-2-

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Order No. R-2758-B

IT IS THEREFORE ORDERED:

(1) That Rules 6 and 8 of the temporary Special Rules and Regulations for the Tocito Dome-Pennsylvanian "D" Oil Pool, promulgated by Orders Nos. R-2758 and R-2758-A, are hereby amended to read in their entirety as follows:

"RULE 6. A standard oil proration unit (158 through 162 acres) shall be assigned a 160-acre proportional factor of 4.77 for allowable purposes. The allowable assigned to a non-standard oil proration unit shall bear the same ratio to a standard oil proration unit allowable as the acreage in such non-standard unit bears to 160 acres.

"RULE 8. A standard gas proration unit (316 through 324 acres) shall be assigned an allowable in accordance with the following formula:

Normal unit allowable x 2000 x 4.77 x 2

The allowable assigned to a non-standard gas proration unit shall bear the same ratio to a standard gas proration unit allowable as the acreage in such non-standard unit bears to 320 acres."

(2) That this order shall be effective April 1, 1965.


(3) 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

  
JACK M. CAMPBELL, Chairman

  
GUYTON B. HAYS, Member

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

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