and 21, 1962

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. 2504 Order No. R-2259

APPLICATION OF CONSOLIDATED OIL & GAS, INC. FOR AN AMENDMENT OF ORDER NO. R-1670-C, CHANGING THE ALLOCATION FORMULA FOR THE BASIN-DAKOTA GAS POOL, SAN JUAN, RIO ARRIBA AND SANDOVAL COUNTIES, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 18, 1962, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this $7 \, \text{th}$ day of June, 1962, 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-1670-C, entered in Case No. 2095 effective February 1, 1961, the Basin-Dakota Gas Pool was created and prorated under an allocation formula based on seventy-five (75) percent acreage times deliverability plus twenty-five (25) percent acreage.
- (3) That the applicant, Consolidated Oil & Gas, Inc., seeks the amendment of said Order No. R-1670-C to establish an allocation formula for the Basin-Dakota Gas Pool based on forty (40) percent acreage times deliverability plus sixty (60) percent acreage.
- (4) That the evidence presented at the hearing of this case concerning recoverable gas reserves in the subject pool is insufficient to justify any change in the present allocation formula.

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IT IS THEREFORE ORDERED:

- (1) That the subject application is hereby denied.
- (2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

 ${\tt DONE}$ at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

E. S. WALKER, Member

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

SEAL