Entered all 15, 1964

# 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. 3017 Order No. R-2689

APPLICATION OF TEXACO INC. FOR AN EXCEPTION TO RULE 309-A, LEA COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on March 25, 1964, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 6th day of April, 1964, 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 the applicant, Texaco Inc., seeks an exception to Rule 309-A of the Commission Rules and Regulations to produce up to 20 Vacuum-Abo Reef wells into a central tank battery on its State "AE" Lease comprising all of Section 11 and the W/2 of Section 12, Township 18 South, Range 34 East, NMPM, Lea County, New Mexico.
- (3) That the proposed physical installation will permit individual testing of all wells.
- (4) That approval of the subject application will allow the applicant to operate its State "AE" Lease in the most economic manner, and will be in the interest of conservation, the prevention of waste and the protection of correlative rights.

## IT IS THEREFORE ORDERED:

(1) That the applicant, Texaco Inc., is hereby granted an exception to Rule 309-A of the Commission Rules and Regulations

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to produce not more than 20 Vacuum-Abo Reef wells into a central tank battery on its State "AE" Lease comprising all of Section 11 and the W/2 of Section 12, Township 18 South, Range 34 East, NMPM, Lea County, New Mexico;

 $\underline{\text{PROVIDED HOWEVER}}_{\bullet}$  that the physical installation for such production shall permit individual testing of all wells.

(2) 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 herein-above designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

CK M. CAMPBELL, Chairman

E. S. WALKER, Member

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

SEAL