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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. 3201 Order No. R-2878

APPLICATION OF UNION TEXAS PETROLEUM, DIVISION ALLIED CHEMICAL CORPORATION, FOR AN EXCEPTION TO RULE 14 (A) OF THE GENERAL RULES AND REGULATIONS FOR PRO-RATED GAS POOLS IN NORTHWEST NEW MEXICO PROMULGATED BY ORDER NO. R-1670, AS AMENDED.

## 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.

NOW, on this <u>15th</u> 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 the applicant, Union Texas Petroleum, Division of Allied Chemical Corporation, seeks an exception to the underproduction cancellation provisions of Rule 14(A) of Order No. R-1670 for its Johnson Federal Well No. 4 located in the SW/4 NE/4 of Section 33, Township 31 North, Range 9 West, NMPM, Blanco-Mesaverde Gas Pool, San Juan County, New Mexico, to permit said well to carry forward into the next gas proration period the unproduced allowable which was previously carried forward and to permit the same to be produced during the proration period beginning February, 1965, in addition to the allowable currently assigned to said well. -2-CASE No. 3201 Order No. R-2878

(3) That the applicant has not established that approval of the subject application would prevent waste or protect correlative rights.

(4) That the subject application should be <u>denied</u>.

## IT IS THEREFORE ORDERED:

(1) That the subject application is hereby <u>denied</u>.

(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 hereinabove designated.

STATE OF NEW MEXICO

PBELL hairman

HAYS, Member GUYTON B

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

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