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. 3327
Order No. R-2997

APPLICATION OF TEXACO INC.
FOR AN ALLOWABLE INCREASE,
LEA COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

## BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on November 3, 1965, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 9th day of November, 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, Texaco Inc., seeks an exception to Rules 505(a) and 505(b) of the Commission's General Rules and Regulations to increase the 40-acre proportional factor for the Vacuum-Glorieta Pool in Lea County, New Mexico, from 1.33 to 1.77.
- (3) That the applicant has not established that there is a necessity for the proposed exception to Rules 505(a) and 505(b) of the Commission's General Rules and Regulations.
- (4) That the applicant has not established that approval of the subject application would prevent waste or protect correlative rights.
  - (5) That the subject application should be <u>denied</u>.

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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.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO

OIL CONSERVATION COMMISSION

JACK M. CAMPBELL. Chair

Tuyten B. Hous

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

SEAL