STATE OF NEW MEXICO ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 10777 (Reopened) Order No. R-9975-A

IN THE MATTER OF CASE NO. 10777 BEING REOPENED PURSUANT TO THE PROVISIONS OF DIVISION ORDER NO. R-9975, WHICH ORDER ESTABLISHED A 560 BARREL OF OIL PER DAY TEMPORARY OIL ALLOWABLE FOR THE NORTH TEAGUE-ELLENBURGER POOL IN LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on April 14, 1994, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 29th day of April, 1994, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) By Order No. R-9975 issued in Case No. 10777 on September 24, 1993, the Division, upon application of Texaco Exploration and Production Inc. (Texaco), established a temporary special oil allowable of 560 barrels of oil per day for the North Teague-Ellenberger Pool located in portions of Sections 4 and 9, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) Pursuant to the provisions of Order No. R-9975, this case is being reopened at this time in order to allow the operators in the North Teague-Ellenburger Pool to appear and show cause why the oil allowable for the pool should not revert back to the statewide depth bracket allowable of 320 barrels of oil per day.

(4) Texaco Exploration and Production Inc., the only operator in the North Teague-Ellenburger Pool, appeared through legal counsel at the hearing but presented no evidence or testimony.

(5) According to a statement issued at the hearing by Texaco's legal counsel, it has no objection to discontinuing the current special oil allowable in the subject pool.

(6) No other operator and/or interest owner appeared at the hearing.

(7) No apparent necessity exists for the continuation of the special oil allowable for the North Teague-Ellenburger Pool; therefore the oil allowable for the subject pool should be re-established at the statewide depth bracket allowable of 320 barrels of oil per day.

IT IS THEREFORE ORDERED THAT:

(1) The oil allowable for the North Teague-Ellenburger Pool in Lea County, New Mexico, is hereby re-established at 320 barrels of oil per day.

(2) Jurisdiction of this cause is hereby retained for the entry of such further orders as the Division may deem necessary.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION ́МАҮ WILLIAM J. Director

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