

*Entered August 16, 1965
C. L. P.*

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. 3073
Order No. R-2758-C

APPLICATION OF TEXACO INC. FOR THE
CREATION OF A NEW OIL POOL AND FOR
SPECIAL TEMPORARY POOL RULES, SAN
JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on August 11, 1965, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 16th day of August, 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 by Order No. R-2758, as amended by Orders Nos. R-2758-A and R-2758-B, temporary Special Rules and Regulations were promulgated for the Tocito Dome-Pennsylvanian "D" Oil Pool, San Juan County, New Mexico, establishing 160-acre oil well spacing and 320-gas well spacing for a one-year period.

(3) That pursuant to the provisions of Order No. R-2758, this case was reopened to allow the operators in the subject pool to appear and show cause why the Tocito Dome-Pennsylvanian "D" Oil Pool should not be developed on 40-acre oil well spacing and 160-acre gas well spacing.

(4) That the Special Rules and Regulations promulgated by Orders Nos. R-2758, R-2758-A, and R-2758-B have afforded and will

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afford to the owner of each property in the pool the opportunity to produce his just and equitable share of the oil and gas in the pool.

(5) That to prevent the economic loss caused by the drilling of unnecessary wells, to avoid the augmentation of risk arising from the drilling of an excessive number of wells, to prevent reduced recovery which might result from the drilling of too few wells, and to otherwise prevent waste and protect correlative rights, the Special Rules and Regulations promulgated by Orders Nos. R-2758, R-2758-A, and R-2758-B should be continued in full force and effect.

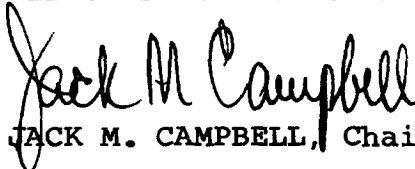
IT IS THEREFORE ORDERED:

(1) That the Special Rules and Regulations governing the Tocito Dome-Pennsylvanian "D" Oil Pool promulgated by Orders Nos. R-2758, R-2758-A, and R-2758-B are hereby continued in full force and effect until further order of the Commission.

(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, Chairman


GUYTON B. HAYS, Member


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

S E A L

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