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IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE No. 3185 Order No. R-2890

APPLICATION OF SOUTHERN UNION GAS COMPANY FOR AN AMENDMENT TO ORDER NO. R-1670, FULCHER KUTZ-PICTURED CLIFFS POOL, 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 December 16, 1964, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this <u>30th</u> day of March, 1965, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, 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, Southern Union Gas Company, seeks amendment of the Special Rules and Regulations governing the Fulcher Kutz-Pictured Cliffs Gas Pool promulgated by Order No. R-1670, as amended, to exempt from gas prorationing all wells in the E/2 of Section 8, all of Sections 9 through 12, the N/2 of Sections 14 and 15, and the E/2 of Section 16, all in Township 28 North, Range 11 West, and all wells in Township 29 North, Ranges 11 through 13 West, and Township 30 North, Range 12 West, NMPM, San Juan County, New Mexico. -2-CASE No. 3185 Order No. R-2890

(3) That the applicant has not established that approval of the application will afford to the owner of each property in the pool the opportunity to produce his just and equitable share of the gas in the pool.

(4) That the application cannot be approved under the provisions of Section 65-3-13(c), N.M.S.A., (1953 Comp.).

(5) That the subject application should be denied.

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 CAMPBELL. Chairman в. HAYS Member ON

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

SEAL

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