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GILBERT, WHITE AND GILBERT

ATTORNEYS AND COUNSELORS AT LAW BISHOP BUILDING SANTA FE, NEW MEXICO

CARL H. GILBERT L. C. WHITE WILLIAM W. GILBERT SUMNER S. KOCH WILLIAM B. KELLY

May 24, 1961

New Mexico Oil Conservation Commission State Land Office Building Santa Fe, New Mexico

Attention: Mr. Pete Porter Director

Gentlemen:

Texaco, Inc. respectfully requests a hearing be scheduled to consider its application to determine the amount of stock tank liquid products that should not be charged against its basic allowable as a result of installing a processing plant in the Little Lucky Lake Devonian Field, Chavez County, New Mexico. In support of the application, the following is stated:

1. Texaco, Inc. is the operator of four Devonian wells in the Little Lucky Lake Devonian field.

2. Texaco, Inc. proposes to construct and install a processing plant to extract propane from the field effluent and to stabilize the stock tank liquids.

3. Texaco, Inc. will increase its stock tank liquids by 11.5% as a result of recovering liquids now escaping in the atmosphere. It will be requested at this hearing that the 11.5% liquid recovery not be charged against Texaco's allowable.

4. The proposed installation will aid conservation in that it will eliminate waste.

It would be appreciated if the matter could be set for hearing at the next regular meeting of the O.C.C. Commission.

Very truly yours,

L. C. WHITE

LCW/mb cc: J. E. Robinson, Jr. J. S. Rowe