

(17) No offset operator and/or interest owner appeared at the hearing in opposition to the application.

(18) The evidence currently available indicates that approval of the proposed oil allowable for a temporary period of six months should not have a detrimental effect on the reservoir, should not reduce ultimate oil recovery, and will allow the applicant the opportunity to gather additional reservoir and production data.

(19) This case should be reopened at an examiner hearing in April, 1994, at which time the applicant should appear and show cause why the oil allowable for the North Teague-Ellenburger Pool should not revert back to 320 barrels of oil per day.

IT IS THEREFORE ORDERED THAT:


(1) The oil allowable for the North Teague-Ellenburger Pool, located in portions of Sections 4 and 9, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico, is hereby established at 560 barrels of oil per day for a temporary period of six months.

(2) This case shall be reopened at an examiner hearing in April, 1994, at which time Texaco Exploration and Production Inc., or any other operator in the field, shall appear and show cause why the oil allowable for the North Teague-Ellenburger Pool should not revert back to 320 barrels of oil per day.

(3) 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


WILLIAM J. LEMAY
Director

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