Entered Homember 3, 1961

# 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. 2384 Order No. R-2074

APPLICATION OF GENERAL AMERICAN OIL COMPANY OF TEXAS FOR AN EXCEPTION TO RULE 309-A, EDDY COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on September 20, 1961, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 9th day of October, 1961, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, 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, General American Oil Company of Texas, is the owner and operator of the State of New Mexico Lease B-1778, comprising in pertinent part the SE/4 SE/4 of Section 36, Township 17 South, Range 29 East, NMPM, and of the Beeson Federal Lease LC 060529, comprising in pertinent part the SW/4 and the NE/4 of Section 31, Township 17 South, Range 30 East, NMPM, all in Eddy County, New Mexico.
- (3) That the applicant seeks permission to locate the tank battery for said State Lease B-1778 on its Beeson Federal Lease LC 060529, said battery to be located in the NE/4 SW/4 of said Section 31, Loco Hills Pool.
- (4) That commingling of production from the two leases will not result, and there will be no intercommunication of the batteries designated to each lease.
- (5) That the location of the proposed battery will not result in waste nor will it impair correlative rights.

-2-CASE No. 2384 Order No. R-2074

## IT IS THEREFORE ORDERED:

- (1) That the applicant, General American Oil Company of Texas, is hereby authorized to locate the tank battery for its State of New Mexico Lease B-1778, comprising in pertinent part the SE/4 SE/4 of Section 36, Township 17 South, Range 29 East, NMPM, on its Beeson Federal Lease IC 060529, comprising in pertinent part the SW/4 and the NE/4 of Section 31, Township 17 South, Range 30 East, NMPM, all in the Loco Hills Pool, Eddy County, New Mexico. Said battery is to be located in the NE/4 SW/4 of said Section 31.
- (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

EDWIN L. MECHEM, Chairman

E. S. WALKER, Member

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

SEAL