Entered March 16, 1929

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 6463 Order No. R-5947

APPLICATION OF ORVILLE SLAUGHTER FOR POOL AND LEASE COMMINGLING, SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on February 28, 1979, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 16th day of March, 1979, the Division Director, 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 Division has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Orville Slaughter, seeks authority to commingle Oswell-Farmington Pool production from his Sangre de Cristo Well No. 1 with undesignated Fruitland production from his Sangre de Cristo Well No. 2, both located in Unit D of Section 34, Township 30 North, Range 11 West, San Juan County, New Mexico.
- (3) That from the Oswell-Farmington zone, said Well No. 1 is capable of very low marginal production only.
- (4) That from the Fruitland zone, said Well No. 2 is capable of low marginal production only.
- (5) That the proposed commingling should result in the recovery of additional hydrocarbons from the subject pools, thereby preventing waste, and will not violate correlative rights.

-2-Case No. 6463 Order No. R-5947

- (6) That the ownership under both wells is common.
- (7) That in order to allocate the commingled production to each of the commingled pools, applicant should consult with the supervisor of the Aztec district office of the Division and determine an allocation formula or periodic productivity test procedure for each of said wells.

IT IS THEREFORE ORDERED:

- (1) That the applicant, Orville Slaughter, is hereby authorized to commingle Oswell-Farmington Pool Production from his Sangre de Cristo Well No. 1 and Undesignated Fruitland production from his Sangre de Cristo Well No. 2, both located in Unit D of Section 34, Township 30 North, Range 11 West, NMPM, San Juan County, New Mexico.
- (2) That the applicant shall consult with the Supervisor of the Aztec district office of the Division and determine an allocation formula or periodic productivity test procedure to be used in allocating production to each of the subject wells.
- (3) That jurisdiction of this cause is 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 herein-above designated.

STATE OF NEW MEXICO
OLL CONSERVATION DIVISION

JOE D. RAMEY

Director

SEAL