

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. 785
Order No. R-556-A

THE APPLICATION OF THE OHIO OIL
COMPANY FOR AUTHORIZATION TO
COMMINGLE IN A COMMON TANK
BATTERY OIL PRODUCED FROM CERTAIN
PORTIONS OF ITS STATE LEASES ALL IN
THE SE/4 OF SECTION 32, TOWNSHIP 18
SOUTH, RANGE 38 EAST, NMPM, LEA
COUNTY, NEW MEXICO, IN THE HOBBS
POOL, THIS TO BE IN EXCEPTION TO RULE
309 OF THE COMMISSION'S RULES AND
REGULATIONS.

NUNC PRO TUNC ORDER OF THE COMMISSION

BY THE COMMISSION:

It appearing to the Commission that Order No. R-556, dated
December 16, 1954, does not correctly state the intended order of the Com-
mission in one particular, due to inadvertence and a clerical error,

IT IS THEREFORE ORDERED:

1. That Order No. R-556, as the same appears in the records of
the Commission, and the original of said order, be amended in the follow-
ing particular:

On line 3 of Finding No. 4 of said order, the
words and figures "600 acres" are ordered
stricken and the words and figures "160 acres"
substituted therefor.

2. That the correction and amendment set forth in this order be
entered nunc pro tunc as of December 16, 1954, the date of said Order
No. R-556.

DONE at Santa Fe, New Mexico, on this 23rd day of December,
1954.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

E. S. Walker
E. S. WALKER, Member

W. B. Macey
W. B. MACEY, Member and Secretary



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NEW MEXICO, IN THE HOBBS POOL, THIS TO
BE IN EXCEPTION TO RULE 309 OF THE COM-
MISSION'S RULES AND REGULATIONS.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a. m. on November 17, 1954, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 16th day of December, 1954, the Commission, a quorum being present, having considered the testimony adduced 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 applicant, together with The Atlantic Refining Company, is the owner of two New Mexico oil and gas leases covering in part the following described acreage in Township 18 South, Range 38 East: one lease being the W/2 SE/4 of Section 32 and the other lease being the E/2 SE/4 of Section 32.
3. That for reasons of efficiency, applicant desires to use common tankage for the storage and measurement of oil produced from the Hobbs Pool underlying the contiguous portions of said leases.
4. That applicant proposes to install a common tank battery for the storage of all oil produced from the Hobbs Pool underlying the described portions of the above leases, a total of 600 acres, and that equipment is to be installed whereby production from each well drilled on the described land may be accurately determined as prescribed by the Commission.
5. That by reason of practical convenience and economy, and in absence of objection by the Commissioner of Public Lands of New Mexico,

exception to Rule 309 should be granted.

6. That no objection by the Commissioner of Public Lands has been entered.

IT IS THEREFORE ORDERED:

That the application of The Ohio Oil Company for an exception to Rule 309 be, and the same hereby is approved, and The Ohio Oil Company be and it hereby is authorized to establish, maintain and operate a central tank battery to receive production from wells completed in the Hobbs Pool only on the following described contiguous portions of its State of New Mexico Oil and Gas Leases described as follows:

TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM
E/2 SE/4 of Section 32
W/2 SE/4 of Section 32

PROVIDED, HOWEVER, That adequate tankage and proper equipment are installed and maintained so as to permit specific production tests of each connected well at reasonable intervals or upon request of the Commission, or of the Commissioner of Public Lands, and

PROVIDED FURTHER, That no well now or hereafter connected to such tank battery be permitted to produce at a rate in excess of top allowable as now or hereafter may be fixed for the Hobbs Pool.

IT IS FURTHER ORDERED: That jurisdiction of this case is hereby retained for purpose of revocation and modification under changed conditions.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

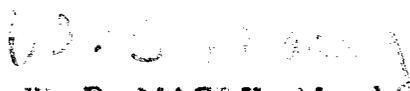
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



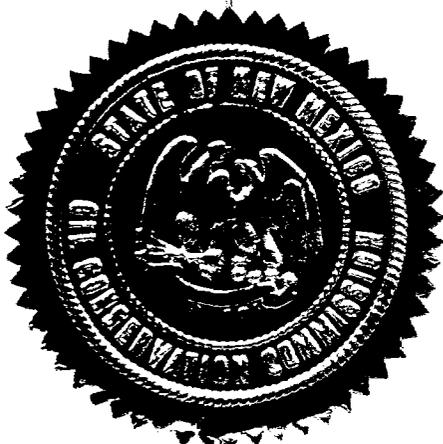
EDWIN L. MECHEM, Chairman



E. S. WALKER, Member



W. B. MACEY, Member and Secretary



IBM
The Ohio Oil Co.

Legal Department

W. Hume Everett

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Attorneys

January 14, 1955

P. O. Box 3128
Houston, Texas

Mr. W. B. Macey, Secretary-Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

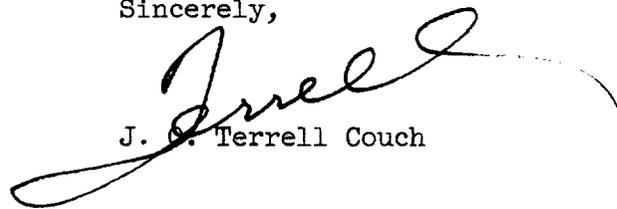
Dear Bill:

Thank you for your Administrative Orders NFO-1 through 4 dated January 12. I also appreciated receiving your correction order in our case for Rule 309 exception in the Hobbs Pool.

We with The Ohio are certainly grateful for the conscientious attention given by you and your staff to the transaction of the business before the Commission, and we want always to cooperate to the fullest extent possible in assisting you in carrying out that business.

I had become such a regular attendant at your monthly meetings that it seems unusual not to have attended the meeting this month. Perhaps I will be in Santa Fe for the February meeting.

Sincerely,



J. O. Terrell Couch

TC:MK