

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

September 20, 1955

Mr. W. E. Owen  
Shell Oil Company  
P.O. Box 1957  
Hobbs, New Mexico

Dear Sir:

We enclose a copy of Order R-680 issued September 15, 1955, by the Oil Conservation Commission in Case 934, which was heard at the July 14th hearing.

Very truly yours,

W. B. Macey  
Secretary - Director

WBM:brp  
Enclosure

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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. 934  
Order No. R-680

THE APPLICATION OF SHELL OIL  
COMPANY REQUESTING APPROVAL  
TO COMMINGLE THE PRODUCTION  
OF SEPARATE LEASES INTO ONE  
CENTRAL TANK BATTERY IN EXCEPTION  
TO RULE 309 (a); SAID LEASES BEING  
LOCATED IN THE S/2 OF SECTION 12,  
TOWNSHIP 21 SOUTH, RANGE 37 EAST,  
WITH WELLS PRODUCING FROM THE  
TERRY BLINEBRY OIL POOL, A COMMON  
SOURCE OF SUPPLY, INTO A CENTRAL  
TANK BATTERY LOCATED ON THE NE/4  
SW/4 OF SAID SECTION 12.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a. m. on July 14, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 15<sup>th</sup> day of September, 1955, the Commission, a quorum being present, having considered the record and testimony adduced, and being fully advised in the premises,

FINDS:

- (1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.
- (2) That applicant is the owner of one hundred per cent of the working interest in six separate oil and gas leases covering the entire S/2 of Section 12, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That the S/2 of Section 12, Township 21 South, Range 37 East is composed of six separate leases and that the royalty owners of these leases have agreed to the proposed commingling of production from the Terry Blinebry Oil Pool.
- (4) That approval of applicant's proposal would prevent waste and protect correlative rights.

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Order No. R-680

IT IS THEREFORE ORDERED:

(1) That the application of Shell Oil Company for permission to commingle the production from all wells heretofore or hereafter drilled and completed in the Terry Blinbry Oil Pool in the South half of Section 12, Township 21 South, Range 37 East, into a common tank battery be and the same hereby is approved.

PROVIDED HOWEVER, That a maximum of eight producing units shall be produced into said common tankage and that adequate tankage and other equipment be installed and maintained so that the production from each well can be accurately determined at reasonable intervals.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

*John F. Simms*  
JOHN F. SIMMS, Chairman

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

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



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