

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF THE STATE OF NEW
MEXICO FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 1404
Order No. R-1154

APPLICATION OF CONTINENTAL OIL
COMPANY FOR PERMISSION TO PRODUCE
MORE THAN EIGHT OIL WELLS IN THE
JALMAT GAS POOL INTO A COMMON TANK
BATTERY.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 9, 1958, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the New Mexico Oil Conservation Commission, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 22nd day of April, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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, Continental Oil Company, is the co-owner and operator of an oil and gas lease in the Jalmat Gas Pool consisting of the S/2, S/2 NW/4, and the NW/4 NW/4 of Section 19, Township 26 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant proposes to produce all oil wells presently completed or hereafter drilled in the Jalmat Gas Pool on the above-described lease into a common tank battery.

(4) That the working interests and the royalty interests are the same on the entire lease.

(5) That approval of the subject application will not cause waste nor impair correlative rights, provided adequate testing equipment and storage facilities are installed.

(6) That the subject application should be approved.

IT IS THEREFORE ORDERED:

(1) That the applicant, Continental Oil Company, be and the same is hereby authorized to produce all oil wells presently

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completed or hereafter drilled in the Jalmat Gas Pool on the S/2, S/2 NW/4, and the NW/4 NW/4 of Section 19, Township 26 South, Range 37 East, NMPN, Lea County, New Mexico, into a common tank battery located in the SW/4 NW/4 of said Section 19.

PROVIDED HOWEVER, That the applicant shall furnish sufficient storage capacity to prevent the overflow and wasting of oil produced into said common tank battery.

PROVIDED FURTHER, That the applicant shall provide adequate testing facilities to determine the individual production from each of the said wells.

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


STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman



MURRAY E. MORGAN, Member



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

