

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. 1552  
Order No. R-1292

APPLICATION OF PAN AMERICAN  
PETROLEUM CORPORATION FOR PERMISSION  
TO COMMINGLE THE ABO PRODUCTION FROM  
FOUR SEPARATE LEASES IN EDDY COUNTY,  
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on November 19, 1958, at Santa Fe, New Mexico, before Elvis A. Utz, 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 26<sup>th</sup> day of November, 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, Pan American Petroleum Corporation, is the owner and operator of the following-described State leases in Eddy County, New Mexico:

State Lease E-5461	NW/4 NW/4 of Section 2
State Lease B-7244-30	S/2 NW/4, NW/4 SW/4, and the SE/4 SW/4 of Section 2
State Lease B-8814-12	NE/4 SW/4 of Section 2
State Lease E-7833	SW/4 SE/4 of Section 2

all in Township 18 South, Range 27 East.

(3) That the applicant proposes to commingle the production from the Abo formation adjacent to the Empire-Abo Pool from the above-described leases after separately metering the production from each lease.

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(4) That approval of the subject application will not cause waste nor impair correlative rights provided that the production from each lease is separately metered prior to commingling and provided further that adequate testing and measuring equipment is installed.

IT IS THEREFORE ORDERED:

That the applicant, Pan American Petroleum Corporation, be and the same is hereby authorized to commingle the production from the Abo formation adjacent to the Empire-Abo Pool from the following-described separate State leases:

State Lease E-5461	NW/4 NW/4 of Section 2
State Lease B-7244-30	S/2 NW/4, NW/4 SW/4, and the SE/4 SW/4 of Section 2
State Lease B-8814-12	NE/4 SW/4 of Section 2
State Lease E-7833	SW/4 SE/4 of Section 2

all in Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico.

PROVIDED HOWEVER, That the production from each lease shall be separately metered prior to commingling.

PROVIDED FURTHER, That meters shall be checked for accuracy at intervals and in a manner satisfactory to the Commission.

PROVIDED FURTHER, That the applicant shall install adequate testing facilities to permit the testing of all wells located on the above-described leases at least once each month to determine the individual production from each well.

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

