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. 1812 Order No. R-1548

APPLICATION OF GULF OIL CORPO-RATION FOR PERMISSION TO COM-MINGLE THE PRODUCTION FROM TWO SEPARATE LEASES IN THE EUMONT POOL, LEA COUNTY, NEW MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on November 24, 1959, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinefter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this <u>lock</u> day of December, 1959, 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, Gulf Oil Corporation, is the owner and operator of the Bell Ramsay (NCT-D) lease consisting of the NE/4 of Section 35 and the Bell Ramsay (NCT-J) lease consisting of the SW/4 SW/4 of Section 25, both in Township 20 South, Range 37 East, MMPN, Lee County, New Mexico.

(3) That the applicant proposes to commingle the Eument oil production from the above-described leases in a common tank battery.

(4) That the working interests and reyalty interests in the above-described leases are common throughout.

(5) That approval of the subject application will neither cause waste nor impair correlative rights provided adequate testing equipment and storage facilities are installed. -2-Case No. 1812 Order No. R-1548

IT IS THEREFORE ORDERED:

That the applicant be and the same is hereby authorized to commingle the oil production from the Eumont Pool from all wells on the following-described leases in Lea County, New Mexico:

Bell Ramsay (NCT-D) lease, NE/4 of Section 35

Bell Ramsay (NCT-J) lease, SW/4 SW/4 of Section 25

all in Township 20 South, Range 37 East.

PROVIDED HOWEVER, That if any well on either lease shall subsequently be classified as a gas well, the production therefrom shall be separately metered prior to commingling.

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

PROVIDED FURTHER, That the applicant shall install adequate facilities to permit the testing of all wells located on the abovedescribed 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

JOHN BURROUGHS, Chairman

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MURRAY E. MORGAN, Member

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

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