

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. 1918
Order No. R-1635

APPLICATION OF THE OIL CONSERVATION
COMMISSION ON ITS OWN MOTION TO REQUIRE
CACTUS PETROLEUM, INC., AND McWOOD
CORPORATION TO APPEAR AND SHOW CAUSE
WHY THEY SHOULD NOT BE REQUIRED TO
PURCHASE THE OIL PRODUCTION FROM CERTAIN
WELLS IN THE CULWIN POOL, EDDY COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on March 16, 1960, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 24th day of March, 1960, the Commission, a quorum being present, having considered the testimony presented 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 the operators of the following-described newly completed wells in the Culwin Pool, Eddy County, New Mexico, have been unable to sell the oil production from said wells upon proper tender:

Olen F. Featherstone Federal "B" Well No. 1,
Unit D, Section 6, Township 19 South, Range
31 East

Hale and Hale Federal Well No. 1, Unit G,
Section 1, Township 19 South, Range 30 East

Hale and Hale Federal Well No. 2, Unit B,
Section 1, Township 19 South, Range 30 East

(3) That the evidence presented establishes that at the present time there is one common purchaser of oil in the said

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Culwin Pool and one prospective common purchaser of oil in said pool. These are Cactus Petroleum, Incorporated, and McWood Corporation respectively.

(4) That the evidence presented establishes that Cactus Petroleum, Incorporated, which nominates for the purchase of oil in the said Culwin Pool, has the primary obligation to purchase the production from the above-described wells.

(5) That pursuant to the requirements of Section 65-3-15, NMSA, 1953 Comp., Cactus Petroleum, Incorporated, should be required to purchase the legal oil tendered to it which is produced from the above-described wells in the Culwin Pool.

IT IS THEREFORE ORDERED:

That effective immediately, Cactus Petroleum, Incorporated, a common purchaser of oil in the Culwin Pool, Eddy County, New Mexico, be and the same is hereby ordered to purchase the legal oil tendered to it which is produced from the said Culwin Pool from the following-described wells:

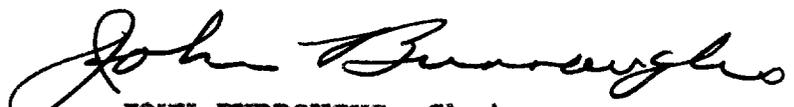
Olen F. Featherstone Federal "B" Well No. 1,
Unit D, Section 6, Township 19 South, Range
31 East

Hale and Hale Federal Well No. 1, Unit G,
Section 1, Township 19 South, Range 30 East

Hale and Hale Federal Well No. 2, Unit B,
Section 1, Township 19 South, Range 30 East.

DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN BURROUGHS, Chairman


MURRAY E. MORGAN, Member


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



esr/