BEFORE THE OIL CONSERVATION COMMISSION

OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF SOCONY MOBIL OIL COMPANY, INC. FOR AN EXCEPTION TO STATEWIDE RULE 303(a) TO PERMIT COMMINGLING OF PRODUCTION FROM THE ANDERSON RANCH-DEVONIAN AND ANDERSON RANCH-WOLFCAMP POOLS ON ITS NEW MEXICO "S" LEASE, LEA COUNTY, NEW MEXICO.

CASE NO. 34//

APPLICATION

Applicant states:

- 1. That applicant is the owner and operator of its New Mexico "S" lease, which includes Lot Two (2) of Section Two (2), Township 16 South, Range 32 East, Lea County, New Mexico;
- 2. That the aforesaid lease and lands are now productive of oil and gas from the Anderson Ranch-Devonian and Anderson Ranch-Wolfcamp Pools, through wells presently completed thereon, and that one or more of said formations may be productive in the future from other wells which may be completed on said lease and lands;
- 3. That in order to eliminate the necessity for multiple surface installations for the handling, storage and measurement of production, applicant proposes to commingle production from the Anderson Ranch-Devonian and Anderson Ranch-Wolfcamp Pools;
- 4. That allocation of production shall be made according to the subtraction method as prescribed by the New Mexico Oil Conservation Commission Manual for the Installation and Operation of Commingling Facilities, dated September 13, 1961;
- 5. That Rule 303(a) of the Rules and Regulations of the Commission prohibits the commingling of production from separate pools prior to marketing;
- 6. That the API gravity of the Anderson Ranch-Devonian crude is more than 45° and it is, therefore, necessary that a hearing be held on this application;
- 7. That the granting of this application will not cause waste nor impair correlative rights.

WHEREFORE, this applicant prays that this matter be set for hearing, that notice thereof be given as required by law, and that upon the evidence

adduced at such hearing this Commission issue an Order permitting applicant to commingle production from said lease as herein set forth, and granting such other and further relief as this Commission may deem necessary and proper.

SOCONY MOBIL OIL COMPANY, INC.

BY: MODRALL SEYMOUR SPERLING ROEHL & HARRIS

BURNS H. ERREBO

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