

Entered August 1, 1957
A. L. P.

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER CONCERNING
PURCHASER PRORATIONING BY
GULF OIL CORPORATION IN
LEA AND EDDY COUNTIES,
NEW MEXICO, COMMENCING
AUGUST 1, 1957

EMERGENCY
ORDER A-93 (A)

NOW, on this 1st day of August, 1957, the Commission, a quorum being present, having considered the necessity for an Emergency Order and being fully advised on the premises:

FINDS:

(1) That commencing August 1, 1957, Gulf Oil Corporation will, for a period of time, be unable to purchase all oil authorized to be produced from the wells from which it purchases in the State of New Mexico.

(2) That an emergency exists which requires the promulgation of an order without notice and hearing to prescribe the manner in which Gulf Oil Corporation shall prorate its purchases of oil in the State of New Mexico during the period of purchaser prorationing commencing August 1, 1957.

(3) That Gulf Oil Corporation should be required to make its reductions in purchases of oil proportionately among all proration units from which it purchases, provided, however, that in order to preclude premature abandonment, Gulf Oil Corporation should be required to make 100 percent purchases from proration units with daily oil production of 10 barrels or less.

(4) That in order to prevent underground waste, Gulf Oil Corporation should be required to make 100 percent purchases from all wells located in a water flood project authorized by the Commission.

IT IS THEREFORE ORDERED:

1. That in the event Gulf Oil Corporation shall find it necessary to reduce its purchases of oil in the State of New Mexico below the amount legally authorized to be produced from the wells from which it purchases, then Gulf Oil Corporation shall make the reduction in purchases of oil proportionately among all of said wells.

PROVIDED HOWEVER, That Gulf Oil Corporation shall not reduce its purchases from any proration unit to an amount less than 10 barrels daily, provided that the unit is capable of producing same.

PROVIDED FURTHER, That Gulf Oil Corporation shall purchase 100 percent of the oil produced from any proration unit producing 10 barrels or less daily.

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Emergency Order A-93 (A)


PROVIDED FURTHER, That Gulf Oil Corporation shall purchase all of the oil produced from wells located in an authorized water flood project.

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 and Secretary

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