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BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE NO. 1245 Order No. R-1007

APPLICATION OF GEROR OIL CORPORATION FOR AN ORDER AUTHORIZING THE MOVEMENT OF OIL FROM THREE STATE LEASES PRIOR TO MEASUREMENT AND FOR PERMISSION TO COMMINGLE THE OIL PRODUCED FROM SAID LEASES FROM THE CAPROCK-QUEEN POOL, CHAVES COUNTY, NEW MEXICO, IN COMMON TANKAGE AT A CENTRAL BATTERY.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 23, 1957, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the New Mexico Oil Conservation Commission, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 29^{t} day of May, 1957, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, 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 is the owner of the following State of New Mexico Oil and Gas Leases:

B-8318 covering the SW/4 NW/4 of Section 23 B-8605 covering the NW/4 SW/4 of Section 22 B-10418 covering the SE/4 SW/4 and the NE/4 SE/4 of Section 22

all in Township 13 South, Range 31 East, NMPM, Chaves County, New Mexico.

- (3) That the applicant has completed a producing oil well in the Caprock-Queen Pool on each of the above-described quarter-quarter sections, said wells being known as Geror Oil Corporation State Wells No. 4, 5, 6, and 7.
- (4) That the applicant proposes to produce all of the above-described wells into a common tank battery on its B-10418 lease in the NE/4 SE/4 of said Section 22.

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- (5) That approval of subject application will not cause waste nor impair correlative rights.
- (6) That the applicant should be required to install adequate testing facilities in order that periodic production tests can be obtained for all of the above-described wells.
- (7) That the Commissioner of Public Lands for the State of New Mexico has granted permission to produce the above-described wells in the manner proposed by the applicant.

IT IS THEREFORE ORDERED:

That the applicant, Geror Oil Corporation, be and the same is hereby authorized to produce the following described wells into a common tank battery located in the NE/4 SE/4 of Section 22, Township 13 South, Range 31 East, NMPM, Chaves County, New Mexico:

Geror Oil Corporation State Well No. 4 - located in the SW/4 NW/4 of Section 23,

Geror Oil Corporation State Well No. 5 - located in the NE/4 SE/4 of Section 22,

Geror Oil Corporation State Well No. 6 - located in the SE/4 SW/4 of Section 22, and

Geror Oil Corporation State Well No. 7 - located in the NW/4 SW/4 of Section 22,

all in Township 13 South, Range 31 East, NMPM, Chaves County, New Mexico. Provided however, that the applicant shall install adequate testing facilities in order that periodic production tests can be obtained for all of the above-described wells.

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

SEAL