Entered October 11, 1957.

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. 1319 Order No. R-1067

APPLICATION OF STANDARD OIL COMPANY OF TEXAS FOR AN ORDER AUTHORIZING THE PRODUCTION INTO A COMMON TANK BATTERY OF THE OIL PRODUCED FROM TWO SEPARATE LEASES IN THE ATOKA 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 September 24, 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 9^{th} day of October, 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, Standard Oil Company of Texas, is the owner of two patented oil and gas leases, one known as the Lee Vandagriff Lease, comprising the SW/4 SW/4 of Section 13, and the S/2 SE/4 SE/4 of Section 14, Township 18 South, Range 26 East, NMPM, Eddy County, New Mexico, and the other known as the Elsa McNatt Lease comprising the N/2 SE/4 SE/4 of said Section 14.
- (3) That the SE/4 SE/4 of said Section 14 has been communitized by all persons owning an interest therein.
- (4) That the applicant has completed an oil well in the Atoka Pool in the SE/4 SE/4 of said Section 14 known as the McNatt-Vandagriff Unit Well No. 1.
- (5) That the applicant has also completed an oil well in the Atoka Pool in the SW/4 SW/4 of said Section 13, known as the Lee Vandagriff Well No. 1
- (6) That the applicant proposes to commingle all the production from the above-named wells in a single common tank battery and to measure the oil produced from each of said wells by means of positive displacement meters.

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- (7) That all of the royalty owners in the above-described wells have consented in writing to the applicant's proposal.
- (8) That approval of the subject application will not cause waste nor impair correlative rights.
 - (9) That the subject application should be approved.

IT IS THEREFORE ORDERED:

1. That the applicant, Standard Oil Company of Texas, be and the same is hereby authorized to commingle the production from its McNatt-Vandagriff Unit Well No. 1, located in the SE/4 SE/4 of Section 14, Township 18 South, Range 26 East, NMPM, in the Atoka Pool, Eddy County, New Mexico, with the production from its Lee Vandagriff Well No. 1, located in the SW/4 SW/4 of Section 13, Township 18 South, Range 26 East, NMPM, in the Atoka Pool, Eddy County, New Mexico;

PROVIDED HOWEVER, That the applicant shall install a positive displacement meter on each of the above-named wells;

PROVIDED FURTHER, That the applicant shall test the accuracy of said positive displacement meter in a manner and at intervals satisfactory to the Commission.

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