

Entered June 24, 1958
OKP

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. 1337
Order No. R-1093-A

APPLICATION OF GULF OIL CORPORATION
FOR AN ORDER AMENDING ORDER NO. R-1093
TO INCLUDE THE FUSSELMAN FORMATION IN
THE LEASE AUTOMATIC CUSTODY TRANSFER
SYSTEM AUTHORIZED THEREBY, AND TO PROVIDE
FOR AN ADDITIONAL LEASE AUTOMATIC CUSTODY
TRANSFER SYSTEM FOR THE DRINKARD, BLINEBRY,
AND LANGLIE-MATTIX PRODUCTION FROM THE
SUBJECT LEASE.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on June 11, 1958, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 18th day of June, 1958, 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, Gulf Oil Corporation, was authorized by Order R-1093 to install central production and test facilities and automatic custody transfer equipment to receive and measure the McKee and Ellenburger production from its Learcy McBuffington Lease comprising the S/2 of Section 13, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant was further authorized by said order to commingle the production from the McKee and Ellenburger formations after the same has been separately measured.

(4) That the applicant now requests that Order No. R-1093 be amended to permit the inclusion of the Fusselman formation under the provisions of said order, and further that it be authorized to install separate central production and test facilities and automatic custody transfer equipment for the Drinkard, Blinebry, and Langlie-Mattix production from the said Learcy McBuffington Lease and to authorize the commingling of said production after the same has been separately measured.

-2-

Case No. 1337

Order No. R-1093-A

(5) That approval of the application, subject to the limitations and requirements set forth in Order No. R-1093, will not cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

1. That the application of Gulf Oil Corporation, to include the Fusselman formation under the provisions of Order No. R-1093 be and the same is hereby approved.

2. That the applicant, Gulf Oil Corporation, be and the same is hereby authorized to install central production and test facilities utilizing dump-type oil meters, and automatic custody transfer equipment, utilizing a positive displacement meter, to receive the production from all wells completed in the Drinkard, Blinebry, and Langlie-Mattix formations on the following-described lease:

LEARCY McBUFFINGTON LEASE

TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM
Section 13: S/2

all in Lea County, New Mexico.

FURTHER, That the applicant be and the same is hereby authorized to commingle the production from the Drinkard, Blinebry, and Langlie-Mattix formations underlying the above-described lease after such production has been separately metered through the central production and test facilities.

PROVIDED HOWEVER, That each well connected to the above-described system shall be individually tested at least once a month.

PROVIDED FURTHER, That each dump-type meter and positive displacement meter in the above-described system shall be checked for accuracy at intervals and in a manner satisfactory to the Commission.

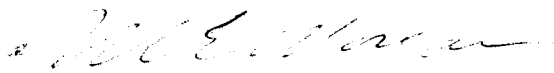
PROVIDED FURTHER, That the above-described system shall be so equipped as to prevent the undue waste of oil or gas in the event of malfunction or line break.

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

S E A L

ir/