

Entered July 11, 1958
C.F.D.

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. 1476
Order No. R-1215

APPLICATION OF AUSTRAL OIL EXPLORATION
COMPANY FOR AN ORDER AUTHORIZING IT TO
COMMINGLE THE PRODUCTION FROM ALL WELLS
ON ITS W. M. SNYDER "D" LEASE AND ITS
W. M. SNYDER "E" LEASE IN THE TOWNSEND-
WOLFCAMP POOL, LEA COUNTY, NEW MEXICO,
IN A COMMON TANK BATTERY.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on July 2, 1958, 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 11th day of July, 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, Austral Oil Exploration Company, is the operator of the W. M. Snyder "D" Lease, consisting of Lots 5 and 6 of Section 6, and the W. M. Snyder "E" Lease, consisting of Lot 2 of Section 6, Township 16 South, Range 36 East, NMPM, Lea County, New Mexico.

(3) That the applicant proposes to commingle the Townsend-Wolfcamp Pool production from each of the above-described leases in common tankage after being separately measured by means of metering separators.

(4) That the maximum number of 40-acre units to be commingled will be 3.

(5) That the ownership of the above-described W. M. Snyder "D" Lease and W. M. Snyder "E" Lease is not common throughout; however all interested parties have waived objection to applicant's proposal.

-2-

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Order No. R-1215

(6) That approval of the subject application will not cause waste nor impair correlative rights provided adequate testing and measuring equipment is installed.

IT IS THEREFORE ORDERED:

1. That the application of Austral Oil Exploration Company for an order authorizing it to commingle the production from all wells completed in the Townsend-Wolfcamp Pool, Lea County, New Mexico, on its W. M. Snyder "D" Lease, consisting of Lots 5 and 6 of Section 6, and on its W. M. Snyder "E" Lease consisting of Lot 2 of Section 6 in Township 16 South, Range 36 East, NMPM, Lea County, New Mexico, be and the same is hereby granted.

PROVIDED HOWEVER, That the production from each of the above-described leases shall be separately measured by means of metering separators prior to commingling.

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

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