Entered September 22, 1958

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. 1495 Order No. R-1241

APPLICATION OF CONTINENTAL OIL COMPANY FOR PERMISSION TO COMMINGLE THE PRODUCTION FROM TWO SEPARATE POOLS IN LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on August 20, 1958, at Santa Fe, New Mexico, before Elvis A. Utz, 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 17 day of September, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Elvis A. Utz, 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 case and the subject matter thereof.
- (2) That the applicant, Continental Oil Company, is the owner and operator of the Skaggs B-12 Well No. 1, located 660 feet from the North line and 660 feet from the West line of Section 12, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico. That the applicant has been authorized by Administrative Order DC-647 to complete said well as an oil-oil dual completion in an undesignated Glorieta pool and in the Skaggs-Drinkard Pool.
- (3) That applicant seeks an order authorizing the commingling of oil produced from the said Skaggs B-12 Well No. 1 from the above-named pools after the production from each of said pools has been separately measured.

-2-CASE NO. 1495 Order No. R-1241

(4) That approval of the subject application will not cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Continental Oil Company, be and the same is hereby authorized to commingle the production from the Skaggs B-12 Well No. 1, located 660 feet from the North line and 660 feet from the West line of Section 12, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, said production being from an undesignated Glorieta pool and from the Skaggs-Drinkard Pool, provided the production from each of said pools is separately measured by means of either positive displacement meters or dump-type meters prior to being commingled.

PROVIDED FURTHER, That the applicant shall check such meters for accuracy at intervals and in a manner satisfactory to the Commission.

(2) That the mechanical installation be so designed as to make it physically impossible to commingle said production prior to being separately measured.

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 & Secretar

SEAL