BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING

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

CASE NO. 1520 Order No. R-1262

APPLICATION OF PHILLIPS PETROLEUM COMPANY FOR PERMISSION TO COMMINGLE THE OIL PRODUCED 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 October 2, 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 day of October, 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 cause and the subject matter thereof.
- (2) That the applicant, Phillips Petroleum Company, proposes to commingle the oil produced from the Yates formation adjacent to the Vacuum Yates Pool with the oil produced from the Vacuum (San Andres) Pool in four separate existing tank batteries located on portions of applicant's Santa Fe lease, Township 17 South, Range 35 East, NMPM, Lea County, New Mexico.
- (3) That applicant proposes to separately meter the production from each pool by means of dump-type meters or positive displacement meters prior to commingling.
- (4) That approval of the subject application will not cause waste nor impair correlative rights.

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IT IS THEREFORE ORDERED:

(1) That applicant be and the same is hereby authorized to commingle the oil produced from the Yates formation adjacent to the Vacuum Yates Pool with the oil produced from the Vacuum (San Andres) Pool on the following-described 40-acre tracts in the tank batteries described below:

Battery No. 5, Section 27: Section 33: Section 34:	located in the SE/4 SW/4 of Section 27 SE/4 SW/4; SW/4 SW/4 NE/4 NE/4; NW/4 NE/4 NE/4 NE/4; SE/4 NE/4; SW/4 NE/4; NW/4 NE/4
Battery No. 8, Section 20:	located in the N/2 NW/4 of Section 28 SE/4 SE/4; SE/4 SW/4
Section 21: Section 28: Section 29:	SE/4 SE/4; SW/4 SE/4 NE/4 NW/4; NW/4 NW/4; SW/4 NW/4 NE/4 NE/4; SE/4 NE/4; SW/4 NE/4; NW/4 NE/4; NE/4 SW/4; NE/4 NW/4
	located in the S/2 NW/4 of Section 26
Section 25: Section 26:	NW/4 NW/4 SE/4 NE/4; SW/4 NE/4; NE/4 NW/4; SE/4 NW/4; SW/4 NW/4; NW/4 NW/4; NE/4 SW/4; SE/4 SW/4; SW/4 SW/4; NW/4 SW/4
Section 35:	NW/4 NW/4
Battery No. 12, Section 33:	located in the NE/4 SW/4 of Section 33 NE/4 SW/4; SE/4 SW/4; SW/4 NW/4

- (2) That production from each pool shall be separately metered by means of dump-type meters or positive displacement meters prior to being commingled, and the mechanical installation shall be so designed as to make it physically impossible to commingle prior to such separate metering.
- (3) That the above-described meters shall be checked for accuracy at intervals and in a manner 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

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