

Entered December 4, 1958  
O.P.

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. 1551  
Order No. R-1295

APPLICATION OF PAN AMERICAN PETROLEUM  
CORPORATION FOR PERMISSION TO COMMINGLE  
THE PRODUCTION FROM THREE SEPARATE LEASES  
IN THE EMPIRE-ABO POOL, EDDY COUNTY, NEW  
MEXICO, AND FOR PERMISSION TO PRODUCE MORE  
THAN SIXTEEN WELLS INTO A COMMON TANK  
BATTERY.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on November 19, 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 26<sup>th</sup> day of November, 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, Pan American Petroleum Corporation, is the owner and operator of the following-described Federal leases in the Empire-Abo Pool, Eddy County, New Mexico:

LC-065478-B, N/2 NW/4, NE/4, N/2 SE/4, and the E/2 SW/4  
of Section 3; E/2 of Section 10;

NM-025604, S/2 SE/4 of Section 3; W/2 of Section 10;

LC-067858, N/2 and SW/4 of Section 11

all in Township 18 South, Range 27 East.

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(3) That the applicant proposes to commingle the Empire-Abo Pool production from the above-described leases after separately metering the production from each lease.

(4) That the applicant further proposes to produce more than sixteen wells presently completed or hereafter drilled in the Empire-Abo Pool on the above-described leases into a common tank battery.

(5) That approval of the subject application will not cause waste nor impair correlative rights provided that the production from each lease is separately metered prior to commingling and provided further that adequate testing and measuring equipment is installed.

IT IS THEREFORE ORDERED:

That the applicant, Pan American Petroleum Corporation, be and the same is hereby authorized to commingle the production from the Empire-Abo Pool from all existing and future wells on the following-described separate Federal leases:

LC-065478-B, N/2 NW/4, NE/4, N/2 SE/4, and the E/2 SW/4 of Section 3; E/2 of Section 10;

NM-025604, S/2 SE/4 of Section 3; W/2 of Section 10;

LC-067858, N/2 and SW/4 of Section 11

all in Township 18 South, Range 27 East, Eddy County, New Mexico.

PROVIDED HOWEVER, That the production from each lease shall be separately metered prior to commingling.

PROVIDED FURTHER, That meters shall be checked for accuracy at intervals and in a manner satisfactory to the Commission.

PROVIDED FURTHER, That the applicant shall install adequate testing facilities to permit the testing of all wells located on the above-described leases at least once each month to determine the individual production from each well.

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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