

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. 347
ORDER NO. R-143

THE APPLICATION OF PHILLIPS PETROLEUM
COMPANY FOR PERMISSION TO COMingle
IN THE SAME TANK BATTERY OIL TO BE PRO-
DUCED FROM THE PHILLIPS CHEMICAL
COMPANY'S CHEM-SANTA FE WELLS NOS. 1,
2 and 3, VACUUM POOL, LEA COUNTY, NEW
MEXICO, THIS BEING AN EXCEPTION TO RULE
309 OF THE OIL CONSERVATION COMMISSION'S
RULES AND REGULATIONS.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This matter came on for hearing at 9:00 a.m. on March 20, 1952, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 15th day of April, 1952, the Commission, a quorum being present, having considered the testimony adduced and the exhibits received at said hearing, 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 acreage, located in the Vacuum pool, Lea County, New Mexico, the subject matter of the application herein, is all state-owned land held in trust for the benefit of the common schools.

(3) That acreage which is the subject matter of the application is contiguous, and is held by the applicant under State Oil and Gas Leases B-2388 and B-1501.

(4) That by reason of common ownership of both working and mineral interests, practical convenience and economic benefit, and in the absence of objection by the Commissioner of Public Lands, exception to Rule 309 of the Commission ruled should be granted.

IT IS THEREFORE ORDERED:

That application of Phillips Petroleum Company for an exception to Rule 309 of this Commission, effective March 20, 1952, be, and the same hereby is granted and approved, and that Phillips Petroleum Company and Phillips Chemical Company, be, and they hereby are authorized to establish, maintain and operate a central tank battery for Phillips Chemical Company wells Nos. 1 and 2, located respectively in the SW/4 SE/4 and NE/4 SW/4 section 20, Township 17 South, Range 35 East, and well No. 3, located in the NW/4 NW/4 section 29, Township 17 South, Range 35 East only:

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PROVIDED, HOWEVER, That adequate tankage and other equipment be extracted and maintained in connection with such central tank battery in order that specific production from each well, and of future wells, can be accurately determined at reasonable intervals, or upon request of the Commission, and,

PROVIDED FURTHER, That no well now or hereafter connected with such common tank battery be permitted to produce at a rate in excess of top allowable as fixed for the Vacuum pool.

IT IS FURTHER ORDERED: That jurisdiction of this case be retained for purpose of revocation or modification under changing conditions.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

GUY SHEPARD, Member

R. R. SPURRIER, Secretary

SEAL