

*Entered December 21, 1959
A.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. 1825
Order No. R-1440-A

APPLICATION OF CONTINENTAL OIL
COMPANY FOR PERMISSION TO COM-
MINGLE THE PRODUCTION FROM TWO
SEPARATE POOLS IN LEA COUNTY,
NEW MEXICO, WITHOUT SEPARATE
MEASUREMENT

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on December 11, 1959, at Santa Fe, New Mexico, before Daniel S. Nutter, 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 16th day of December, 1959, 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 is the operator of the Lockhart A-17 Lease comprising among other acreage, the E/2 NE/4 and the NE/4 SE/4 of Section 17, Township 17 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant proposes to commingle the production from the Blinebry Oil Pool and the Tubb Gas Pool from all wells located on the above-described acreage without separately metering the production from each pool.

(4) That the wells currently completed in the Blinebry Oil Pool and the Tubb Gas Pool on the subject acreage are capable of producing a total of between 20 and 25 barrels of oil per day.

(5) That because of the very marginal character of the producing wells on the subject acreage, the applicant's request for

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permission to commingle without prior metering should be granted, provided that a monthly test is conducted on all wells located on the subject acreage to determine the individual production from each well.

(6) That approval of the subject application will neither cause waste nor impair correlative rights.

(7) That Order No. R-1440, granting authority to commingle the production as herein proposed, but requiring separate metering, should be superseded by the order issued in this case.

IT IS THEREFORE ORDERED:

(1) That Order No. R-1440 be and the same is hereby superseded.

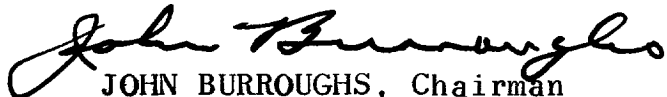
(2) That the applicant be and the same is hereby authorized to commingle the production from the Blinebry Oil Pool and the Tubb Gas Pool from all wells presently completed on the E/2 NE/4 and the NE/4 SE/4 of Section 17, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, without separately metering the production from each of said pools prior to commingling.

PROVIDED HOWEVER, That if any well on the subject acreage shall at any time in the future become capable of producing considerably in excess of its present level of liquid production, the authority granted by this order shall terminate unless the production from each of the two pools is separately measured prior to commingling.


PROVIDED FURTHER, That the applicant shall conduct monthly tests of all wells located on the subject acreage to determine the individual production from each zone of each well.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN BURROUGHS, Chairman


MURRAY E. MORGAN, Member


A. L. PORTER, Jr., Member & Secretary

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