Entered (luguet 14), 1959

# 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. 1719 Order No. R-1447

APPLICATION OF SINCLAIR OIL & GAS COMPANY TO COMMINGLE THE PRODUCTION FROM SEVERAL SEPARATE POOLS IN LEA COUNTY, NEW MEXICO

#### ORDER OF THE COMMISSION

## BY THE COMMISSION:

This cause came on for hearing at 9:00 o'clock a.m. on July 8, 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 <u>31st</u> day of July, 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, Sinclair Oil & Gas Company, is the owner and operator of the R. L. Brunson Lease, comprising the W/2 SE/4 of Section 4 and the NW/4 SW/4 of Section 3, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That the applicant proposes to commingle the production from the Penrose Skelly Pool and the Paddock Pool underlying said R. L. Brunson Lease in a common tank battery, after separately metering the production from each pool.
- (4) That the applicant further proposes to commingle the production from the Hare Pool, the Drinkard Pool, and the Tubb Gas Pool underlying its said R. L. Brunson Lease in another common tank battery, after separately metering the production from each pool.

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(5) That approval of the subject application will neither cause waste nor impair correlative rights, provided adequate treating, testing, and storage facilities are installed.

#### IT IS THEREFORE ORDERED:

(1) That the applicant, Sinclair Oil & Gas Company, be and the same is hereby authorized to commingle the production from the Penrose Skelly Pool and the Paddock Pool underlying its R. L. Brunson Lease, comprising the W/2 SE/4 of Section 4 and the NW/4 SW/4 of Section 3, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, in a common tank battery.

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

(2) That the applicant be and the same is hereby authorized to commingle the production from the Hare Pool, the Drinkard
Pool, and the Tubb Gas Pool underlying its said R. L. Brunson
Lease in a common tank battery.

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

- (3) That in the event any well in any of the aforesaid pools produces water, the production from said pool shall be adequately treated prior to commingling.
- (4) That all meters shall be operated and maintained in such a manner as to ensure an accurate measurement of production at all times.

That all meters shall be checked for accuracy at intervals not to exceed one month until further direction by the Secretary-Director. Meters shall be calibrated against a master meter or against a test tank of measured volume and the results of such calibration filed with the Commission on the Commission form entitled "Master Test Report."

(5) That the applicant shall install adequate testing facilities to permit the testing of all wells located on the said R. L. Brunson Lease at least once each month to determine the individual production from each of said wells.

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DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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

SEAL