Entered fearuary 11, 160 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. 1882 Order No. R-1599 APPLICATION OF TEXACO INC. FOR PERMISSION TO COMMINGLE THE PRODUCTION 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 January 27, 1960, 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 8th day of February, 1960, 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. That the applicant is the owner and operator of the (2) Mittie Weatherly lease comprising the NW/4 of Section 17, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. (3) That the applicant proposes to commingle the Tubb and Blinebry production from said lease after separately metering the production from each pool. That approval of the subject application will neither cause waste nor impair correlative rights provided that adequate treating, testing, and storage facilities are installed. IT IS THEREFORE ORDERED: That the applicant be and the same is hereby authorized to commingle the Tubb and Blinebry production from all wells on the Mittie Weatherly lease comprising the NW/4 of Section 17,

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Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

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

(2) 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 "Meter Test Report."

(3) That the applicant shall install adequate testing facilities to permit the testing of all wells now or hereafter completed on the above-described lease 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

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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

SEAL