

Entered May 19, 1960  
A.P.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. 1950  
Order No. R-1672

APPLICATION OF SINCLAIR OIL & GAS  
COMPANY FOR PERMISSION TO COMMINGLE  
THE PRODUCTION FROM TWO SEPARATE  
LEASES 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 April 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 13th day of May, 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.

(2) That the applicant, Sinclair Oil & Gas Company, is the owner and operator of the following-described State Leases in Lea County, New Mexico:

State Lea 886 lease comprising the S/2 NW/4  
and N/2 NE/4 of Section 16

State Lea 6019 lease comprising the NW/4 NW/4  
and SE/4 of Section 16

all in Township 20 South, Range 33 East.

(3) That the applicant proposes to commingle the West Teas Pool production from the aforesaid leases into a common tank battery after separately metering the production from one lease and subtracting that amount from the total commingled production in order to determine the production from the other lease.

(4) That inasmuch as the ownership of the above-described

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leases is common throughout and the State beneficiary is the same under each lease, approval of the subject application will neither impair correlative rights nor cause waste.

IT IS THEREFORE ORDERED:

That the applicant, Sinclair Oil & Gas Company, be and the same is hereby authorized to commingle in a common tank battery the West Teas Pool production from the following-described State Leases in Lea County, New Mexico:

State Lea 886 lease comprising the S/2 NW/4  
and N/2 NE/4 of Section 16

State Lea 6019 lease comprising the NW/4 NW/4  
and SE/4 of Section 16

all in Township 20 South, Range 33 East, after separately metering the production from one pool and subtracting that amount from the total commingled production in order to determine the production from the other lease.

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

IT IS FURTHER ORDERED:

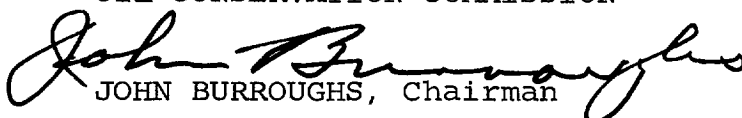
That all meters shall be operated and maintained in such a manner as to ensure an accurate measurement of the liquid hydrocarbon production at all times.

That meters shall be checked for accuracy at intervals not to exceed one month until further direction by the Secretary-Director.

That 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."

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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