Entered July 1, 1760

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. 1992 Order No. R-1711

APPLICATION OF TEXACO INC., FOR PERMISSION TO COMMINGLE THE PRODUCTION FROM THREE SEPARATE LEASES IN THE DOLLAR-HIDE-QUEEN POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on June 22, 1960, 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 5th day of July, 1960, 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, Texaco Inc., is the owner and operator of the following leases in the Dollarhide-Queen Pool:

United Royalty "A" Lease comprising the S/2 SW/4, NE/4 SW/4, and the SE/4 NW/4

Royalty Holding Company Lease comprising the SW/4 NW/4

W. L. Stephen Estate Lease comprising the N/2 NW/4

all in Section 19, Township 24 South, Range 38 East, NMPM, Lea County, New Mexico.

(3) That the applicant proposes to commingle the Dollarhide Queen Pool production from all wells presently completed or hereafter drilled on the above-described leases into common storage facilities located on the said United Royalty "A" Lease, after

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separately metering both the Queen oil production and the casinghead gas production from each lease.

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

IT IS THEREFORE ORDERED:

That the applicant, Texaco Inc., be and the same is hereby authorized to commingle in a common tank battery the Dollarhide-Queen Pool production from all wells presently completed or hereafter drilled on the following-described leases:

United Royalty "A" Lease comprising the S/2 SW/4, NE/4 SW/4, and the SE/4 NW/4

Royalty Holding Company Lease comprising the SW/4 NW/4

W. L. Stephen Estate Lease comprising the N/2 NW/4

all in Section 19, Township 24 South, Range 38 East, NMPM, Lea County, New Mexico, after separately metering both the Queen oil production and the casinghead gas production from each 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

SEAL

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