

# 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. 1997 Order No. R-1713

APPLICATION OF SUN OIL COMPANY FOR PERMISSION TO COMMINGLE THE PRODUCTION FROM AN UNDESIGNATED WOLFCAMP POOL FROM SEVERAL SEP-ARATE LEASES IN LEA AND ROOSEVELT COUNTIES, 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, Sun Oil Company, is the owner and operator of sixteen leases in Townships 8 and 9 South, Range 34 East, Lea and Roosevelt Counties, New Mexico, in what it considers to be an undesignated Wolfcamp Pool.

(3) That the applicant seeks an order authorizing it to commingle the production from the said undesignated Wolfcamp Pool from the above-mentioned sixteen leases, after separately metering the production from each lease.

(4) That since the applicant has thus far completed only two producing wells in this area, with another well drilling, the application is premature as to certain of the subject leases.

(5) That the applicant should be permitted to commingle

-2-CASE No. 1997 Order No. R-1713

what it considers to be Wolfcamp production from the followingdescribed leases, after separately metering the production from each lease:

A. T. Hutcherson lease, N/2 and SW/4 of Section 9 and NW/4 of Section 10  $\,$ 

E. Watson lease, SE/4 of Section 9

Casey Charness lease, E/2 of Section 4

McNulty lease, W/2 of Section 3

M. Schmidt lease, W/2 NE/4 of Section 10 and W/2 of Section 3  $\,$ 

all in Township 9 South, Range 34 East, NMPM, Lea County, New Mexico.

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

### IT IS THEREFORE ORDERED:

That the applicant, Sun Oil Company, be and the same is hereby authorized to commingle the production from what it considers to be an undesignated Wolfcamp Pool from the followingdescribed leases, after separately metering the production from each lease:

A. T. Hutcherson lease, N/2 and SW/4 of Section 9 and NW/4 of Section 10  $\,$ 

E. Watson lease, SE/4 of Section 9

Casey Charness lease, E/2 of Section 4

McNulty lease, W/2 of Section 3

M. Schmidt lease, W/2 NE/4 of Section 10 and W/2 of Section 3  $\,$ 

all in Township 9 South, Range 34 East, NMPM, Lea County, New Mexico.

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

-3-CASE No. 1997 Order No. R-1713

## 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

Aunou JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

( PP - )

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

SEAL