

Entered November 3, 1961

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. 2368
Order No. R-2066

APPLICATION OF SINCLAIR OIL & GAS
COMPANY FOR AN EXCEPTION TO RULE
309, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on August 30, 1961, 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 22nd day of September, 1961, 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 C. S. Stone lease, comprising the N/2 of Section 22, the Reed Estate lease, comprising the SE/4 of Section 22, and the B. D. Buckley lease, comprising the SW/4 of Section 22, all in Township 15 South, Range 38 East, NMPM, Lea County, New Mexico.
- (3) That the applicant seeks permission to commingle the Devonian oil production from the above-described leases after separately metering and sampling the production from each lease.
- (4) That the applicant proposes to add test separator facilities, when needed, in conformance with Figure 2 of the Commission Manual for the Installation and Operation of Commingling Facilities.
- (5) That the subject application should be approved; provided, however, that the subject installation should be installed and operated in accordance with said commingling manual.

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IT IS THEREFORE ORDERED:

(1) That the applicant, Sinclair Oil & Gas Company, is hereby authorized to commingle the Devonian oil production from its C. S. Stone lease, comprising the N/2 of Section 22, its Reed Estate lease, comprising the SE/4 of Section 22, and its B. D. Buckley lease, comprising the SW/4 of Section 22, all in Township 15 South, Range 38 East, NMPM, Lea County, New Mexico, after separately metering and sampling the production from each lease.

PROVIDED HOWEVER, That the subject installation shall be installed and operated in accordance with the Commission Manual for the Installation and Operation of Commingling Facilities.

(2) That the applicant may add test separator facilities to its proposed installation in conformance with Figure 2 of said commingling manual.

PROVIDED HOWEVER, That when test separator facilities are added, applicant shall notify the Commission's Hobbs District Office to allow inspection of the installation prior to use.

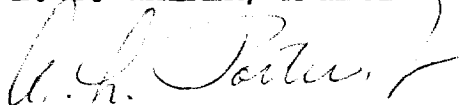
(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman


E. S. WALKER, Member
A. L. PORTER, Jr., Member & Secretary

S E A L

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