BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE No. 2926 Order No. R-2594

APPLICATION OF SINCLAIR OIL & GAS COMPANY FOR AN EXCEPTION TO ORDER NO. R-1670, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 30, 1963, 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 <u>lst</u> day of November, 1963, 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, Sinclair Oil & Gas Company, seeks authority to produce up to 600 MCF of gas per month in exception to the shut-in provisions of Rule 15(A) of Order No. R-1670 from its Barber Gas Unit Well No. 1, located in the SW/4 NW/4 of Section 8, Township 20 South, Range 37 East, NMPM, Eumont Gas Pool, Lea County, New Mexico, said gas to be utilized in the oil well gas-lift system on applicant's B. J. Barber Well No. 18, located in the SE/4 NE/4 of Section 7, Township 20 South, Range 37 East, NMPM, Monument-Paddock Oil Pool, Lea County, New Mexico.
- (3) That approval of the subject application will prevent waste.

IT IS THEREFORE ORDERED:

(1) That the applicant, Sinclair Oil & Gas Company, is hereby authorized to produce up to 600 MCF of gas per month in exception to the shut-in provisions of Rule 15(A) of Order

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No. R-1670 from its Barber Gas Unit Well No. 1, located in the SW/4 NW/4 of Section 8, Township 20 South, Range 37 East, NMPM, Eumont Gas Pool, Lea County, New Mexico, said gas to be utilized in the oil well gas-lift system on applicant's B. J. Barber Well No. 18, located in the SE/4 NE/4 of Section 7, Township 20 South, Range 37 East, NMPM, Monument-Paddock Oil Pool, Lea County, New Mexico; provided however, that the valves connecting the Barber Gas Unit Well No. 1 to the pipeline shall be closed and locked prior to the gas-lift operations.

- (2) That the authority granted under this order shall terminate when a Notice of Release of Shut-In for the Barber Gas Unit Well No. 1 is issued by the Commission; provided however, that the Secretary-Director of the Commission is hereby authorized to reinstate this order during any subsequent period that the subject well is shut in for overproduction.
- (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

JACK M. CAMPBELL, Chairman

V

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

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