

Entered February 9, 1966
(LLP)

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. 3370
Order No. R-3039

APPLICATION OF SHELL OIL COMPANY
FOR AN EXCEPTION TO RULE 8 OF ORDER
NO. R-2065 AND TO RULE 301, SAN JUAN
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on
January 26, 1966, at Santa Fe, New Mexico, before Examiner
Elvis A. Utz.

NOW, on this 9th day of February, 1966, the Commission,
a quorum being present, having considered the testimony, the
record, and the recommendations of the Examiner, 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, Shell Oil Company, seeks an excep-
tion to Rule 8 of Order No. R-2065 and Rule 301 of the Commis-
sion's Rules and Regulations to report gas production and gas-oil
ratios on a unit basis in its Carson Bisti-Lower Gallup Pressure
Maintenance Project in the Bisti-Lower Gallup Oil Pool, San Juan
County, New Mexico.

(3) That the reporting of gas production and gas-oil ratios
on a unit basis in the Carson Bisti-Lower Gallup Pressure Mainte-
nance Project Area will relieve the unit operator from unnecessary
operating expenses and will provide the Commission sufficient
information to assure that the owner of each property in the

-2-

CASE No. 3370
Order No. R-3039

Bisti-Lower Gallup Oil Pool will receive its just and equitable share of the oil and gas in the pool.

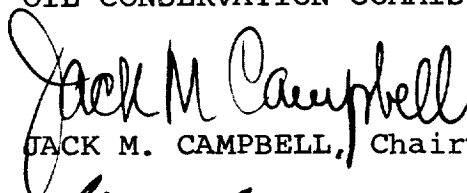
IT IS THEREFORE ORDERED:

(1) That the applicant, Shell Oil Company, is hereby granted an exception to the gas-oil ratio test requirements of Rule 8 of Order No. R-2065 and Rule 301 of the Commission's Rules and Regulations to report gas production and gas-oil ratios on a unit basis in its Carson Bisti-Lower Gallup Pressure Maintenance Project in the Bisti-Lower Gallup Oil Pool, San Juan County, New Mexico.


(2) 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


GUYTON B. HAYS, Member.


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

S E A L

esr/