

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. 808  
Order No. R-580

THE APPLICATION OF GULF OIL  
CORPORATION FOR AN EXCEPTION  
TO RULE 309 IN UTILIZATION OF A  
SINGLE TANK BATTERY FOR PRO-  
DUCTION FROM A MAXIMUM OF TEN  
(10) WELLS DRILLED TO THE DRINKARD  
FORMATION ON ITS HARRY LEONARD "G"  
LEASE IN THE DOLLARHIDE-DRINKARD  
OIL POOL COMPRISING THE W/2 NW/4  
AND SW/4 OF SECTION 33, TOWNSHIP  
24 SOUTH, RANGE 38 EAST, AND THE  
NW/4 OF SECTION 4, TOWNSHIP 25 SOUTH,  
RANGE 38 EAST, NMPM, LEA COUNTY,  
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m., on January 13, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

NOW, on this 9<sup>th</sup> day of February, 1955, the Commission, a quorum being present, having considered the testimony adduced, the exhibits received at said hearing and being fully advised in the premises,

FINDS:

1. That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

2. That applicant, Gulf Oil Corporation, is the owner of an oil and gas lease in Lea County, New Mexico, consisting of the following acreage:

TOWNSHIP 24 SOUTH, RANGE 38 EAST, NMPM  
W/2 NW/4, SW/4 of Section 33

TOWNSHIP 25 SOUTH, RANGE 38 EAST, NMPM  
NW/4 of Section 4

3. That for reasons of efficiency and economy, applicant desires to use common tankage for the storage and measurement of oil produced from the Dollarhide-Drinkard Pool, underlying the above-described lease.

*Entered February 10, 1955*  
*WBM*



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4. That the central tank battery has suitable and adequate facilities for the storage and handling of the production from the ten (10) wells on the above-described lease, and that suitable equipment is installed whereby the production from each well on the above-described land may be accurately determined as prescribed by the Rules and Regulations of the Commission.

5. That the above described acreage is of one common royalty interest, the same being the State of New Mexico.

6. That by reason of practical convenience and economy, and in absence of objection by the Commissioner of Public Lands of New Mexico, exception to Rule 309 should be granted.

7. That no objection by the Commissioner of Public Lands has been entered.

IT IS THEREFORE ORDERED:

That the application of Gulf Oil Corporation for an exception to Rule 309 be, and the same hereby is approved and Gulf Oil Corporation be and it hereby is authorized to establish, maintain and operate a central tank battery to receive production from ten (10) wells completed in the Dollarhide-Drinkard pool on the following described acreage:

TOWNSHIP 24 SOUTH, RANGE 38 EAST, NMPM  
W/2 NW/4, SW/4 of Section 33

TOWNSHIP 25 SOUTH, RANGE 38 EAST, NMPM  
NW/4 Section 4

PROVIDED HOWEVER, That adequate tankage and proper equipment be installed and maintained so as to permit specific production tests of each connected well at reasonable intervals or upon request of the Commission, or of the Commissioner of Public Lands, and

PROVIDED FURTHER, That no well now or hereafter connected to such tank battery be permitted to produce at a rate in excess of top allowable as now or hereafter may be fixed for the Dollarhide-Drinkard Pool.

IT IS FURTHER ORDERED: That jurisdiction of this case is hereby retained for the purpose of revocation and modification under changed conditions.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

*John F. Simms*  
JOHN F. SIMMS, Chairman

*E. S. Walker*  
E. S. WALKER, Member

*W. B. Macey*  
W. B. MACEY, Member and Secretary

S E A L

