

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**APPLICATION FOR OFF-LEASE MEASUREMENT
SUBMITTED BY KAISER-FRANCIS OIL COMPANY**

ORDER NO. OLM-312

ORDER

The Director of the New Mexico Oil Conservation Division (“OCD”), having considered the application and the recommendation of the Engineering Bureau, issues the following Order.

FINDINGS OF FACT

1. Kaiser-Francis Oil Company (“Applicant”) submitted a complete application to off-lease measure the oil and gas production ("Application") from the wells, pool, and lease identified in Exhibit A.
2. Applicant provided notice of the Application to all persons owning a working interest in the oil and gas production to be off-lease measured in accordance with 19.15.23.9(A)(5) NMAC, and those persons either submitted a written waiver or did not file an objection to the Application.
3. Applicant provided notice of the Application to the Bureau of Land Management or New Mexico State Land Office, as applicable.

CONCLUSIONS OF LAW

4. OCD has jurisdiction to issue this Order pursuant to the Oil and Gas Act, NMSA 1978, §§ 70-2-6, 70-2-11, 70-2-12, and 19.15.23 NMAC.
5. Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9(A)(5) NMAC.
6. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

ORDER

1. Applicant is authorized to store and measure oil and gas production off-lease from the pools, leases, and wells identified in Exhibit A at a central tank battery described in Exhibit A.
2. The oil and gas production from the wells identified in Exhibit A shall be physically separated from the oil and gas production from other wells and no commingling of production from different leases or pools shall occur in accordance with 19.15.23.9(A)(3) NMAC and 19.15.23.9(A)(4) NMAC, except as otherwise provided in order(s) issued by OCD.

3. Applicant shall measure and market the commingled oil at a central tank battery described in Exhibit A in accordance with this Order and 19.15.18.15 NMAC or 19.15.23.8 NMAC.
4. Applicant shall measure and market the commingled gas at a central delivery point, central tank battery, or gas title transfer meter described in Exhibit A in accordance with this Order and 19.15.19.9 NMAC, provided however that if the gas is vented or flared, and regardless of the reason or authorization pursuant to 19.15.28.8(B) NMAC for such venting or flaring, Applicant shall measure or estimate the gas in accordance with 19.15.28.8(E) NMAC.
5. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10(C)(2) NMAC.
6. OCD retains jurisdiction of this matter and reserves the right to modify or revoke this Order as it deems necessary.

**STATE OF NEW MEXICO
OIL CONSERVATION DIVISION**



**ALBERT C.S. CHANG
DIRECTOR**

DATE: 04/17/2026

State of New Mexico
Energy, Minerals and Natural Resources Department

Exhibit A

Order: OLM-312
Operator: Kaiser-Francis Oil Company (12361)
Central Tank Battery: Bell Lake South Unit Central Tank Battery North East
Central Tank Battery Location: UL I, J, Section 5, Township 24 South, Range 34 East
Gas Title Transfer Meter Location: UL I, J, Section 5, Township 24 South, Range 34 East

Pools

Pool Name	Pool Code
BELL LAKE;BONE SPRING, SOUTH	98264

Leases as defined in 19.15.12.7(C) NMAC

Lease	UL or Q/Q	S-T-R
PA Bone Spring NMNM 105724735 (068292H)	ALL	32-23S-34E
	ALL	05-24S-34E

Wells

Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-025-54583	BELL LAKE SOUTH UNIT #131H	W2	32-23S-34E	98264
		NW4	05-24S-34E	
30-025-54584	BELL LAKE SOUTH UNIT #132H	W2	32-23S-34E	98264
		NW4	05-24S-34E	
30-025-55460	BELL LAKE SOUTH UNIT #133H	W2	32-23S-34E	98264
		NW4	05-24S-34E	
30-025-54581	BELL LAKE SOUTH UNIT #631H	W2	32-23S-34E	98264
		NW4	05-24S-34E	
30-025-54580	BELL LAKE SOUTH UNIT #632H	W2	32-23S-34E	98264
		NW4	05-24S-34E	
30-025-54579	BELL LAKE SOUTH UNIT #731H	W2	32-23S-34E	98264
		NW4	05-24S-34E	
30-025-53939	BELL LAKE SOUTH STATE COM #134H	E2	32-23S-34E	98264
		NE4	05-24S-34E	
30-025-54123	BELL LAKE SOUTH STATE COM #135H	E2	32-23S-34E	98264
		NE4	05-24S-34E	
30-025-54335	BELL LAKE SOUTH STATE COM #136H	E2	32-23S-34E	98264
		NE4	05-24S-34E	
30-025-54334	BELL LAKE SOUTH STATE COM #635H	E2	32-23S-34E	98264
		NE4	05-24S-34E	
30-025-54333	BELL LAKE SOUTH STATE COM #636H	E2	32-23S-34E	98264
		NE4	05-24S-34E	

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 577325

CONDITIONS

Operator: KAISER-FRANCIS OIL CO PO Box 21468 Tulsa, OK 741211468	OGRID: 12361
	Action Number: 577325
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
sarah.clelland	None	4/20/2026