Entered Filmany 17, 1958

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

> CASE NO. 1372 Order No. R-1120

APPLICATION OF ZAPATA PETROLEUM CORPORATION FOR PERMISSION TO PRODUCE MORE THAN EIGHT OIL WELLS INTO COMMON STORAGE IN THE MALJAMAR POOL, 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 29, 1958, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the New Mexico Oil Conservation Commission, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this $/2^{\frac{t}{2}}$ day of February, 1958, 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, Zapata Petroleum Corporation, is the owner and operator of an oil and gas lease comprising the NW/4, SW/4 NE/4, and S/2 of Section 28, Township 17 South, Range 33 East, NMPM, Lea County, New Mexico.

(3) That when the above-described lease is fully developed in the Maljamar Pool, there will be thirteen wells located thereon.

(4) That the applicant proposes to produce all thirteen of said wells into a common tank battery located in the SE/4 NW/4 of said Section 28.

(5) That approval of the subject application will not cause waste nor violate correlative rights provided adequate testing and storage facilities are afforded.

(6) That the subject application should be approved.

-2-Case No. 1372 Order No. R-1120

IT IS THEREFORE ORDERED:

(1) That the applicant, Zapata Petroleum Corporation, be and the same is hereby authorized to produce a maximum of thirteen oil wells, located in the NW/4, SW/4 NE/4, and S/2 of Section 28, Township 17 South, Range 33 East, NMPM, Lea County, New Mexico, and completed in the Maljamar Pool, into a common tank battery to be located in the SE/4 NW/4 of said Section 28.

PROVIDED HOWEVER, That the applicant shall furnish sufficient storage capacity to prevent the overflow and wasting of the oil produced from the above-referenced wells.

PROVIDED FURTHER, That the applicant shall provide adequate testing facilities to determine the individual production from each of the above-referenced wells.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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EDWIN L. MECHEM, Chairman

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MURRAY E. MORGAN, Member

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



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