Entered Celiber 28, 1958 pep.

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. 1503 Order No. R-1246

APPLICATION OF THE PURE OIL COMPANY FOR PERMISSION TO COMMINGLE THE PRODUCTION FROM TWO SEPARATE POOLS IN LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on September 10, 1958, 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>6</u> day of October, 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, The Pure Oil Company, is the owner of the State-Lea "E" Lease located in Section 21, Township 16 South, Range 34 East, NMPM, Lea County, New Mexico.

(3) That applicant has two producing wells on this lease, to-wit: the State-Lea "E" Well No. 1 completed in the Kemnitz-Cisco Pool and the State-Lea "E" Well No. 2 completed in the Kemnitz-Wolfcamp Pool.

(4) That applicant seeks an order authorizing the commingling of production from its State-Lea "E" Well No. 1 and State-Lea "E" Well No. 2, said wells being completed in the Kemnitz-Cisco Pool and the Kemnitz-Wolfcamp Pool respectively.

(5) That applicant proposes to separately measure the production from each of said pools prior to commingling.

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(6) That approval of the subject application will not cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

That the applicant, The Pure Oil Company, be and the same is hereby authorized to commingle the production from its State-Lea "E" Well No. 1 and its State-Lea "E" Well No. 2, both located on the State-Lea "E" Lease in Section 21, Township 16 South, Range 34 East, NMPM, Lea County, New Mexico, and producing from the Kemnitz-Cisco Pool and Kemnitz-Wolfcamp Pool respectively, provided that production from each of said pools is separately measured by means of either positive displacement meters or dump-type meters prior to being commingled.

PROVIDED FURTHER, That the applicant shall check such meters for accuracy at intervals and in a manner satisfactory to the Commission.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

MURRAY E. MORGAN, Member

Parter

L. PORTER, Jr., Member & Secretary

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