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. 1558 Order No. R-1307

Enlesled Vecember 17, 11 - 3 AS.

APPLICATION OF SUNRAY MID-CONTINENT OIL COMPANY FOR PERMISSION TO COMMINGLE THE PRODUCTION FROM TWO SEPARATE OIL 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 December 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 17th. day of December, 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, Sunray Mid-Continent Oil Company, is the owner and operator of four wells located on its State Land "15" lease comprising the S/2 S/2 of Section 16, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That three of said wells (Nos. 1, 2, 4) are producing from the Drinkard Pool and that one of said wells (No. 3 is dually completed in the Drinkard Pool and the Blinebry Oil Pool.

(4) That the applicant proposes to commingle the Blinebry oil produced from said No. 3 well with the Drinkard oil produced from all four of said wells after separately metering the production from each of said pools prior to commingling.

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

-2-Case No. 1558 Order No. R-1307

IT IS THEREFORE ORDERED:

That the applicant, Sunray Mid-Continent Oil Company, be and the same is hereby authorized to commingle the production from the Drinkard Pool and the Blinebry Oil Pool from four wells located on its State Land "15" lease comprising the S/2 S/2 of Section 16, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

PROVIDED HOWEVER, That the production from each of said pools is separately metered 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

manna

MURRAY E. MORGAN, Member

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

SEAL

ir/