

*Entered October 2, 1960
A.P.*

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. 2081
Order No. R-1786

APPLICATION OF PHILLIPS PETROLEUM
COMPANY AND PHILLIPS CHEMICAL COM-
PANY FOR PERMISSION TO COMMINGLE
THE PRODUCTION FROM PORTIONS OF
THREE SEPARATE STATE LEASES COVER-
ING SEVEN 40-ACRE TRACTS 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 21, 1960, 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 3rd day of October, 1960, 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, Phillips Petroleum Company and Phillips Chemical Company, is the owner and operator of the following-described portions of State leases in Township 17 South, Range 35 East, NMPM, Lea County, New Mexico, the ownership of which is common throughout:

State Lease No. B-2073, SE/4 NE/4 of Section 19

State Lease No. B-2388, NW/4 SE/4, SW/4 SE/4,
NE/4 SW/4 and SE/4 SW/4
of Section 20

State Lease No. B-1501, NE/4 NW/4 and NW/4 NW/4
of Section 29

-2-

CASE No. 2081
Order No. R-1786

(3) That the applicant proposes to commingle the Vacuum Pool production from the above-described leases into a common tank battery.

(4) That inasmuch as the ownership of the above-described leases is common throughout, approval of the subject application will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

That the applicant, Phillips Petroleum Company and Phillips Chemical Company, be and the same is hereby authorized to commingle in a common tank battery the Vacuum Pool production from the following-described portions of State leases in Township 17 South, Range 35 East, NMPM, Lea County, New Mexico:

State Lease No. B-2073, SE/4 NE/4 of Section 19

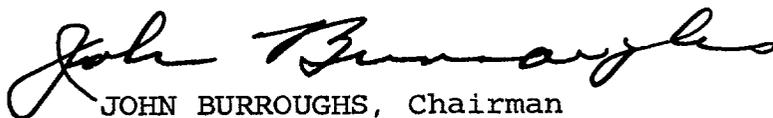
State Lease No. B-2388, NW/4 SE/4, SW/4 SE/4,
NE/4 SW/4 and SE/4 SW/4
of Section 20

State Lease No. B-1501, NE/4 NW/4 and NW/4 NW/4
of Section 29

PROVIDED HOWEVER, That the applicant shall install adequate facilities to permit the testing of all wells located on said leases at least once each month to determine the individual production from each well on each lease.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN BURROUGHS, Chairman


MURRAY E. MORGAN, Member


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

S E A L

esr/