BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

> CASE No. 2383 Order No. R-2069

APPLICATION OF C. H. SWEET OIL COMPANY FOR AN EXCEPTION TO RULE 309-A, 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 20, 1961, 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>9th</u> day of October, 1961, 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, C. H. Sweet Oil Company, is the owner and operator of the McKinley "B" Lease, comprising the S/2 NE/4 of Section 20, Township 18 South, Range 38 East, NMPM, Lea County, New Mexico, and of the Grimes Lease, comprising the NE/4 SE/4 of said Section 20.

(3) That the applicant seeks permission to install a tank battery for its McKinley "B" Lease on its Grimes Lease at a site which is common to the location of a separate tank battery for the Grimes Lease.

(4) That no commingling of production from each lease will result and there will be no intercommunication between the tank batteries of each lease.

(5) That the installation of the tank battery for the McKinley "B" Lease on the Grimes Lease will not cause waste and will not impair correlative rights.

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IT IS THEREFORE ORDERED:

(1) That the applicant, C. H. Sweet Oil Company, is hereby authorized to install a Hobbs Pool tank battery for its McKinley "B" Lease, comprising the S/2 NE/4 of Section 20, Township 18 South, Range 38 East, NMPM, Lea County, New Mexico, on its Grimes Lease, comprising the NE/4 SE/4 of said Section 20, at a site which is common to the location of a separate Hobbs Pool tank battery for the Grimes Lease.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

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S. WALKER, Member E.

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

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