

*Entered November 9, 1966
A. H. 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. 3479
Order No. R-3148

APPLICATION OF GULF OIL CORPORATION
FOR AN EXCEPTION TO RULE 8 OF ORDER
NO. R-1638 AND TO RULE 301, SAN JUAN
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 2, 1966, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 9th day of November, 1966, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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, Gulf Oil Corporation, successor operator of The British-American Oil Producing Company's West Bisti-Lower Gallup Sand Unit, seeks an exception to Rule 8 of Order No. R-1638 and to Rule 301 of the Commission Rules and Regulations to discontinue the monthly and annual gas-oil ratio tests in its West Bisti Pressure Maintenance Project in the Bisti-Lower Gallup Oil Pool, San Juan County, New Mexico.
- (3) That the applicant further seeks an exception to Rule 8 of said Order No. R-1638 to file each month Form C-120 in lieu of the Pressure Maintenance Project Operator's Report now prescribed by the Commission.

-2-

CASE No. 3479
Order No. R-3148

(4) That the necessity for monthly gas-oil ratio testing no longer exists in the subject area due to the decreased gas-oil ratios in the subject pool.

(5) That the filing of Form C-120 in lieu of the Pressure Maintenance Project Operator's Report will relieve the unit operator from unnecessary operating expenses and will provide the Commission sufficient information to assure that the owner of each property in the Bisti-Lower Gallup Oil Pool will receive its just and equitable share of the oil and gas in the pool.

IT IS THEREFORE ORDERED:

(1) That the applicant, Gulf Oil Corporation, is hereby granted authority to discontinue the monthly gas-oil ratio tests required by Rule 8 of Order No. R-1638 for its West Bisti Pressure Maintenance Project in the Bisti-Lower Gallup Oil Pool, San Juan County, New Mexico.

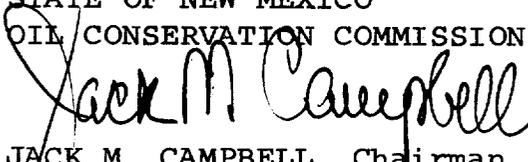
(2) That the applicant is hereby granted an exception to Rule 8 of Order No. R-1638 to file Form C-120 in lieu of Pressure Maintenance Project Operator's Report.

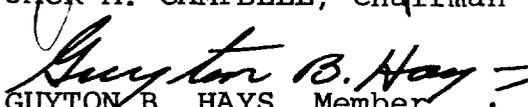
(3) That Form C-120 shall be submitted in accordance with Rule 1120 of the Commission Rules and Regulations.

(4) 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


JACK M. CAMPBELL, Chairman


GUYTON B. HAYS, Member


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

S E A L

esr/