Entered April 11, 1956 u 2 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 THE STATE OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE NO. 1015 Order No. R-769

THE APPLICATION OF STANOLIND OIL AND GAS COMPANY FOR AN ORDER GRANTING AN EXCEPTION TO RULE 309 (a) OF THE STATEWIDE RULES AND REGULATIONS OF THE NEW MEXICO OIL CONSERVATION COMMISSION TO PERMIT THE PRODUCTION OF MORE THAN EIGHT WELLS INTO A COMMON TANK BATTERY IN THE EUNICE-MONUMENT POOL, LEA COUNTY, NEW MEXICO, SAID TANK BATTERY TO RECEIVE PRODUCTION FROM A MAXIMUM OF TEN PRODUCING OIL WELLS ON ITS O. J. GILLULLY "A" LEASE, EUNICE-MONUMENT POOL, LEA COUNTY, NEW MEXICO, SAID LEASE CONSISTING OF THE N/2, W/2 SE/4 SECTION 24, AND THE W/2 NE/4 SECTION 25, ALL IN TOWNSHIP 20 SOUTH, RANGE 36 EAST, NMPM.

## ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on February 15, 1956, at Santa Fe, New Mexico before the Oil Conservation Commission of New Mexico hereinafter referred to as the "Commission".

NOW, on this  $22^{-1}$  day of March 1956, the Commission, a quorum being present, having considered the evidence adduced, and being fully advised in the premises,

#### FINDS:

(1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.

(2) That the applicant, Stanolind Oil and Gas Company, is the owner and operator of its O. J. Gillully "A" Lease in the Eunice-Monument Pool, Lea County, New Mexico consisting of the N/2, W/2 SE/4 Section 24, and the W/2 NE/4 Section 25, all in Township 20 South, Range 36 East, NMPM.

(3) That there are at present ten wells producing from the Eunice-Monument Pool into an existing tank battery located near the center of the N/2 Section 24, Township 20 South, Range 36 East.

(4) That for reasons of efficiency and economy, applicant desires to use the existing tank battery for the storage

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and measurement of oil produced from a maximum of ten oil wells in the Eunice-Monument Pool underlying the above described lease.

(5) That the central tank battery will have suitable and adequate facilities for the storage and handling of the production from a maximum of ten oil wells in the above described acreage and that suitable equipment has been installed whereby the production from each well on the above described land may be adequately determined as prescribed by the rules and regulations of the Commission.

(6) That the above described acreage is of one common royalty interest, the same being the United States of America.

(7) That by reason of practical convenience and economy and in absence of objection by the United States of America, application for order granting exception to Rule 309 (a) should be granted.

That no objection by the United States of America (8) has been entered.

### IT IS THEREFORE ORDERED:

That the application of Stanolind Oil and Gas 1. Company for an order granting an exception to Rule 309 (a) of the Oil Conservation Commission's Statewide Rules and Regulations be and the same is hereby granted and approved.

That Stanolind Oil and Gas Company be and the 2. same is hereby authorized to maintain and operate its existing central tank battery located near the center of the N/2 Section 24, Township 20 South, Range 36 East, said tank battery to receive production from a maximum of ten oil wells from applicant's O. J. Gillully "A" Lease, Eunice-Monument Pool, consisting of the N/2, W/2 SE/4 Section 24, and the W/2 NE/4 Section 25, All in Township 20 South, Range 36 East, NMPM, Lea County, New Mexico.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

John 7 Am JOHN F. SIMMS, Chairman

E. S. WALKER, Member

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