Ended April 25, 1457 24.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. 1232 Order No. R-980

APPLICATION OF GULF OIL CORPORATION FOR AN ORDER AUTHORIZING THE PRODUCTION OF A MAXIMUM 16 OIL WELLS ON ITS J. F. JANDA "F" LEASE, SOUTH EUNICE POOL, LEA COUNTY, NEW MEXICO, INTO A COMMON TANK BATTERY LOCATED ON SAID LEASE.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 10 o'clock a.m. on March 27, 1957, at Hobbs, New Mexico, before Warren W. Mankin, Examiner duly appointed by the New Mexico Oil Conservation Commission, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 23^{R^4} day of April, 1957, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner Warren W. Mankin, 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 case and the subject matter thereof.

(2) That the applicant is the owner of the J. F. Janda "F" Lease, a portion of which consists of Section 4, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico.

(3) That the applicant is presently operating eight (8) producing oil wells on the said J. F. Janda "F" Lease and that the applicant expects to drill an additional eight (8) wells to fully develop said lease.

(4) That there is an existing tank battery, consisting of four (4) 500 barrel tanks and two test separators, located 1930 feet from the South line and 1450 feet from the West line of said Section 4, which now handles the production from the eight (8) producing wells on said lease.

(5) That the applicant proposes to produce the remaining eight (8) wells which are to be drilled on the said J. F. Janda "F" Lease into the above-described tank battery, in addition to the eight (8) existing wells which it presently handles. -2-Case No. 1232 Order No. R-980

(6) That a maximum of sixteen wells can be adequately tested and handled by the aforementioned tank battery.

(7) That it would cause undue burden and expense on the applicant to require the construction of another tank battery to handle production from the eight (8) wells remaining to be drilled on the J. F. Janda Lease.

IT IS THEREFORE ORDERED:

That the application of Gulf Oil Corporation for an order authorizing the production of a maximum of 16 oil wells on that portion of the J. F. Janda "F" lease consisting of Section 4, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, into a common tank battery located 1930 feet from the South line and 1450 feet from the West line of Section 4, be and the same is hereby approved.

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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MURRAY E. MORGAN, Member

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

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