

BEFORE THE OIL CONSERVATION COMMISSION

OF THE STATE OF NEW MEXICO
SANTA FE, NEW MEXICO

IN THE MATTER OF THE APPLICATION OF)
 CONTINENTAL CARBON COMPANY FOR AN)
 ORDER AND PERMIT TO EXTEND ITS PRESENT)
 PERMIT AND INCREASE PERMISSIBLE USE OF)
 GAS IN THE MANUFACTURE OF CHANNEL CARBON)
 BLACK.)

Case No. 295
 Extending
 Case No. 169
 Order No. R-88

SUPPLEMENTAL ORDER OF THE COMMISSIONBY THE COMMISSION:

This matter coming on for hearing upon the Supplemental Petition of Continental Carbon Company for an increase in permissible use of gas in the manufacture of channel carbon black in Lea County, New Mexico, of 20,000,000 cubic feet per day, and

Due notice of hearing upon said Supplemental Application having been published as provided by law fixing the 7th day of August, 1951, at Santa Fe, New Mexico, as the time and place for hearing thereon, and

The matter having come on for hearing and the Commission having heard testimony and evidence as to the need and necessity for the increase applied for, and

It appearing therefrom that channel carbon black is an essential commodity in the manufacture of tire casings and other rubber goods, as well as ink for use in the printing industry and various and sundry other uses, and that the demand is in excess of the supply, and, further, that channel carbon black is in short supply and recognized by government agencies to be a critical commodity, and

It further appearing to the Commission that there is residue gas being flared, which constitutes surface waste and which is suitable and sufficient for the additional needs and uses applied for and that the use of the same will result in the conservation of waste,

IT IS THEREFORE ORDERED, That the order of this Commission dated January 24, 1949, in Case No. 169, granting applicant the right to use not to exceed 18,000,000 cubic feet per day, be and the same hereby is modified as follows:

1. That the permissible amount which Applicant, Continental Carbon Company, may use shall be increased to not exceed 38,000,000 cubic feet per day instead of 18,000,000 cubic feet, as originally granted;
2. That the right shall be extended and granted for such use for a period of fifteen (15) years from the date of this order, such period of time being recognized as necessary and desirable for the proper amortization of the investment required to be made by Applicant in the use, and

IT IS FURTHER ORDERED, That the original order of January 24, 1949, in all other respects remain unchanged and be considered as applicable to the entire use hereby granted to Applicant to the same extent and effect as if copied herein in full, and that this Order shall be merely supplemental of the original order.

DONE at Santa Fe, New Mexico this 8 day of August, 1951.

STATE OF NEW MEXICO
 OIL CONSERVATION COMMISSION

/s/ EDWIN L. MECHEM, Chairman
 /s/ GUY SHEPARD, Member
 /s/ R. R. SPURRIER, Secretary

SEAL