OIL CONSERVATION COMMISSION
P. O. BOX 871

SANTA FE, NEW MEXICO

December 13, 1955

Mr. Ross Malone
200 West First St.
Roswell, New Mexico

Dear Sir:

In behalf of your client, Gulf Oil Corporation, we enclose
two copies of Order R-725 issued December 9, 1955, by the Oil
Conservation Commission in Case 975, which was heard on November
16th.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:brp
Encls.

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. 975
Order No. R-725

THE APPLICATION OF GULF OIL
CORPORATION FOR AN EXCEPTION
TO RULE 309 (a) OF THE STATEWIDE
RULES AND REGULATIONS OF THE
NEW MEXICO OIL CONSERVATION
COMMISSION FOR CENTRALIZATION
OF TANKAGE REQUESTING PERMISSION
TO PRODUCE A MAXIMUM OF ELEVEN
WELLS INTO A COMMON TANK BATTERY
ON THEIR LEA STATE "DA" LEASE
COMPRISING THE E/2 OF SECTION 11 AND
THE N/2 OF SECTION 14, TOWNSHIP 19
SOUTH, RANGE 36 EAST, EUMONT GAS
POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a. m. on November
16, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission,
hereinafter referred to as the "Commission".

NOW, on this _9th_ day of _December_, 1955, the Commission, a
quorum being present, having considered the records and testimony 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, Gulf Oil Corporation, is the owner and
operator of its Lea State "DA" lease in the Eumont Gas Pool comprising the
E/2 of Section 11 and the N/2 of Section 14, Township 19 South, Range 36 East,
Lea County, New Mexico.

(3) That there are at present eight oil wells producing from the
Eumont Pool into an existing battery located on the applicant's Lea State
"DA" Lease. A ninth well will be completed in the near future.

(4) That for reasons of efficiency and economy, applicant desires
to use the existing tank battery for the storage and measurement of oil
produced from a maximum of eleven oil wells in the Eumont Gas Pool under-
lying 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 eleven oil wells on the above-described lease, and that suitable equipment will be installed whereby the production from each well on the above-described lands 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 State of New Mexico.

(7) That by reason of practical convenience and economy and in absence of objection by the Commissioner of Public Lands of New Mexico, exception to Rule 309 (a) should be granted.

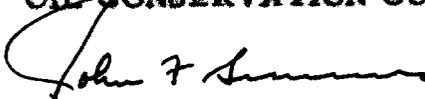(8) That no objection by the Commissioner of Public Lands has been entered.

IT IS THEREFORE ORDERED:

That the application of Gulf Oil Corporation for an exception to Rule 309 (a) be and the same is hereby granted and approved.
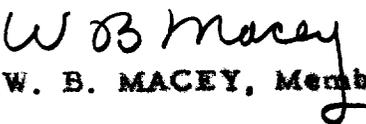
That Gulf Oil Corporation be and it is hereby authorized to maintain and operate its existing central tank battery located on its Lea State "DA" Lease; said lease consisting of the E/2 of Section 11 and the N/2 Section 14, Township 19 South, Range 36 East, Lea County, New Mexico, said battery to receive production from a maximum of eleven oil wells in the Eumont Gas Pool, eight of which are presently in production, the remainder to be completed on the above described lease.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JOHN F. SIMMS, Chairman

E. S. WALKER, Member

W. B. MACEY, Member and Secretary

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