

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. 1491
Order No. R-1240

APPLICATION OF PAN AMERICAN PETROLEUM
CORPORATION FOR PERMISSION TO COMMINGLE
THE PRODUCTION FROM TWO SEPARATE LEASES
IN THE EMPIRE-ABO POOL, EDDY COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on August 13, 1958, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 14th day of August, 1958, the Commission, a quorum being present, having considered the application and the evidence adduced, 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, Pan American Petroleum Corporation, is the operator of two separate basic leases in the Empire-Abo Pool, one lease comprising the N/2 and SW/4 of Section 11, the other comprising the E/2 of Section 10, both in Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico.
- (3) That the applicant proposes to commingle the production from both of the above-described leases in a common tank battery located on the basic lease in said Section 11 after separately measuring the production from each of the above-described leases by means of positive volume meters.
- (4) That the metering system proposed by the applicant will provide an accurate and reliable means for measuring the amount of oil produced from each of the above-described leases, provided said meters are periodically checked for accuracy.

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(5) That approval of the subject application will not cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Pan American Petroleum Corporation, be and the same is hereby authorized to commingle the production from all wells completed in the Empire-Abo Pool on two separate basic leases in a common tank battery, one of said leases comprising the N/2 and SW/4 of Section 11, the other comprising the E/2 of Section 10, both in Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico.

PROVIDED, HOWEVER, That nothing contained herein shall be construed as authorizing the production of more than 16 wells into a common tank battery.

(2) That the applicant shall continuously and separately measure the production from each of the above-described leases by means of positive volume meters.

(3) That each of said positive volume meters shall be checked for accuracy at intervals and in a manner satisfactory to the Commission.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman



MURRAY E. MORGAN, Member



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

