

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. 1534
Order No. R-1275

APPLICATION OF ZAPATA PETROLEUM
CORPORATION FOR PERMISSION TO
COMMINGLE THE PRODUCTION FROM
NON-CONTIGUOUS STATE LEASES IN THE
VACUUM 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 October 22, 1958, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, herein-after referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 5th day of November, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Elvis A. Utz, 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, Zapata Petroleum Corporation, is the owner of certain State leases in Townships 17 and 18 South, Range 35 East, NMPM, Lea County, New Mexico.
- (3) That the applicant proposes to commingle the Vacuum Pool production from said leases in the following manner:
 - A. Production from the SE/4 NW/4 and NE/4 NE/4 of Section 28, T-17-S, R-35-E, NMPM, to be commingled in tank battery No. 28, located in the NE/4 NE/4 of said Section 28;
 - B. Production from the N/2 SE/4 of Section 20, and the NW/4 NE/4 and NE/4 NW/4 of Section 29, T-17-S,

R-35-E, NMPM, to be commingled in tank battery No. 29 located in NW/4 NE/4 of said Section 29;

C. Production from the NE/4 SE/4 and SE/4 SE/4 of Section 26, T-17-S, R-35-E, NMPM, to be commingled in tank battery No. 26 located in the NE/4 SE/4 of said Section 26;

D. Production from the SW/4 NW/4 of Section 4 and the S/2 NE/4 of Section 5, T-18-S, R-35-E, NMPM, to be commingled in tank battery No. 5 located in the SE/4 NE/4 of said Section 5.

(4) That the working interest ownership as well as the royalty interest is common throughout.

(5) That the Commissioner of Public Lands of the State of New Mexico has approved the proposed commingling of production from said State leases.

(6) That the applicant proposes to allocate the production to each of the wells on the basis of periodic well tests.

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

IT IS THEREFORE ORDERED:

(1) That the applicant be and the same is hereby authorized to commingle the Vacuum Pool production from said leases in the following manner:

A. Production from the SE/4 NW/4 and NE/4 NE/4 of Section 28, T-17-S, R-35-E, NMPM, to be commingled in tank battery No. 28, located in the NE/4 NE/4 of said Section 28;

B. Production from the N/2 SE/4 of Section 20, and the NW/4 NE/4 and NE/4 NW/4 of Section 29, T-17-S, R-35-E, NMPM, to be commingled in tank battery No. 29 located in NW/4 NE/4 of said Section 29;

C. Production from the NE/4 SE/4 and SE/4 SE/4 of Section 26, T-17-S,

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R-35-E, NMPM, to be commingled in tank battery No. 26 located in the NE/4 SE/4 of said Section 26;

D. Production from the SW/4 NW/4 of Section 4 and the S/2 NE/4 of Section 5, T-18-S, R-35-E, NMPM, to be commingled in tank battery No. 5 located in the SE/4 NE/4 of said Section 5.

(2) That the applicant shall allocate the production to each well on the basis of monthly well tests, the reports of which shall be made available to the Commission upon request.

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

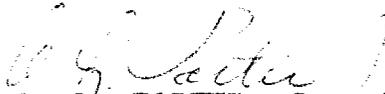
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman



MURRAY E. MORGAN, Member



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



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