

**BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO**

**IN THE MATTER CONCERNING PURCHASER
PRORATIONING BY INDIANA OIL PURCHASING
COMPANY IN CERTAIN OIL POOLS IN LEA
COUNTY, NEW MEXICO**

EMERGENCY ORDER NO. E-21

NOW, on this 1st. day of August, 1959, the Oil Conservation Commission of New Mexico, a quorum being present, having considered the application of Indiana Oil Purchasing Company for an emergency order and being fully advised in the premises,

FINDS:

- (1) That an emergency exists which requires the promulgation of an order by the Commission without notice and hearing.
- (2) That due to refinery strikes and resulting lack of sufficient storage capacity, Indiana Oil Purchasing Company will be unable, for an indefinite period of time, to purchase all oil authorized to be produced from the wells from which it purchases in the State of New Mexico.
- (3) That Indiana Oil Purchasing Company should be required to purchase 100 percent of the oil produced from any proration unit producing 10 barrels or less daily.
- (4) That Indiana Oil Purchasing Company should not be allowed to reduce its purchases from any proration unit to an amount less than 10 barrels daily, provided the unit is capable of producing same.
- (5) That Indiana Oil Purchasing Company should be required to make 100 percent purchases from all wells located in a water flood project authorized by the Commission from which it purchases.

IT IS THEREFORE ORDERED:

- (1) That Indiana Oil Purchasing Company be and the same is hereby authorized to reduce its purchases of oil in the State of New Mexico below the amount legally authorized to be produced from the wells from which it purchases.

PROVIDED HOWEVER, That Indiana Oil Purchasing Company shall not reduce its purchases from any proration unit to an amount less than 10 barrels daily, provided that the unit is capable of producing same.

PROVIDED FURTHER, That Indiana Oil Purchasing Company shall purchase 100 percent of the oil produced from any proration unit producing 10 barrels or less daily.

-2-

Emergency Order No. E-21

PROVIDED FURTHER, That Indiana Oil Purchasing Company shall purchase all of the oil produced from wells in water flood projects authorized by the Commission from which it purchases.

(2) That the effective date of this order is 7 o'clock a.m., Mountain Standard Time, August 1, 1959.

(3) That Indiana Oil Purchasing Company should appear and show cause at the regular Commission hearing on August 13, 1959, why continued purchaser prorationing is necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

John T. Burroughs

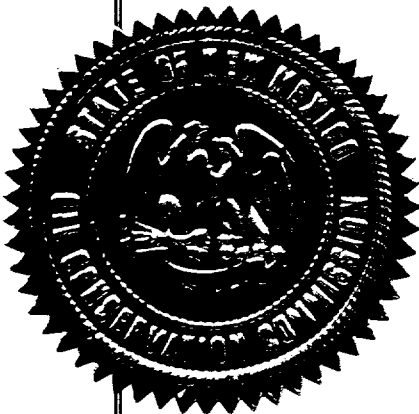
JOHN BURROUGHS, Chairman

Murray E. Morgan

MURRAY E. MORGAN, Member

A. L. Porter, Jr.

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



ir/