

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. 1902
Order No. R-1621

APPLICATION OF KENNETH MURCHISON
AND COMPANY FOR PERMISSION TO
COMMINGLE THE PRODUCTION FROM
TWO SEPARATE LEASES IN SAN JUAN
COUNTY, NEW MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on February 25, 1960, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 5th day of March, 1960, 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, Kenneth Murchison & Company, is the operator of the following-described non-contiguous Federal leases in the Bisti-Lower Gallup Oil Pool, San Juan County, New Mexico:

Federal lease NM-036255-A, consisting of the
S/2 SE/4 of Section 3

Federal lease NM-036255-B, consisting of the
S/2 NE/4 of Section 3

both in Township 25 North, Range 12 West.

(3) That the applicant proposes to commingle the Bisti-Lower Gallup Oil Pool production from the above-described leases in a common tank battery.

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(4) That the working interests and royalty interests in each of the above-described leases are identical.

(5) That approval of the subject application will neither cause waste nor impair correlative rights provided adequate testing equipment and storage facilities are installed.

IT IS THEREFORE ORDERED:

That the applicant be and the same is hereby authorized to commingle the oil production from the Bisti-Lower Gallup Oil Pool from all wells on the following-described leases in San Juan County, New Mexico:

Federal lease NM-036255-A, consisting of the
S/2 SE/4 of Section 3

Federal lease NM-036255-B, consisting of the
S/2 NE/4 of Section 3

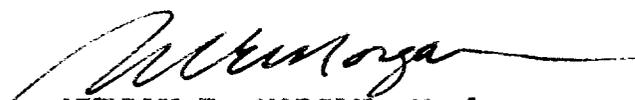
both in Township 25 North, Range 12 West.

PROVIDED HOWEVER, That the applicant shall install adequate facilities to permit the testing of all wells located on the above-described leases at least once each month to determine the individual production from each well.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN BURROUGHS, Chairman


MURRAY E. MORGAN, Member


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

