

Case 1954

BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION

In the Matter of the Application of SHELL OIL COMPANY for an Exception to Section (a) of Rule 309 of the Commission to Permit Installation of Automatic Custody Transfer Equipment in the E $\frac{1}{2}$, Section 34, Township 14 South, Range 33 East, Saunders Field, Pennsylvanian Production.)

PETITION

SHELL OIL COMPANY hereby makes application for a hearing and order to approve an exception to Section (a) of Rule 309 of the Commission to permit the movement of oil from the Lease hereinafter described without the same being measured in tankage, and to permit the installation of automatic custody transfer facilities thereon, and for the movement of oil from the said Lease to the pipe line connection. The production which is the subject of this application is from the Pennsylvanian formation. The Lease which is the subject of this application is known as Shell's State A Lease, Saunders Field, and covers the E $\frac{1}{2}$ of Section 34, Township 14 South, Range 33 East, N.M.P.M.

Applicant requests that the exception and approval, if granted, cover all present and future production from the said Lease insofar as it covers the Pennsylvanian formation.

Respectfully submitted,

SHELL OIL COMPANY

By

[Handwritten Signature]

Its Attorney.

[Handwritten notes: Approved, Marked, 18560, RW]