BEFORE THE CIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF MEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE No. 2081 Order No. R-1786

APPLICATION OF PHILLIPS PHYROLEUM COMPANY AND PHILLIPS CHEMICAL COMPANY FOR PHYRIDSION TO COMMINGLE THE PRODUCTION FROM PORTIONS OF THREE SUPARATE STATE LEASES COVER-ING SEVEN 40-ACRE TRACTS IN LEAGUESTONY, MEN MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on September 21, 1960, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Gil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

MOW, on this 3rd day of October, 1960, the Commission, a quorum being present, having considered the application, the evidence addresd, and the recommendations of the Reminer, Daniel S. Nutter, 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, Phillips Petroleum Company and Phillips Chemical Company, is the owner and operator of the following-described portions of State leases in Township 17 South, Range 35 East, MOPM, Lea County, New Mexico, the ownership of which is common throughout:

State Lease No. B-2073, SE/4 ME/4 of Section 19

State Lease No. 2-2382, NW/4 SE/4, SW/4 SE/4, HE/4 SW/4 and SE/4 SW/4 of Section 20

State Lease No. B-1501, NE/4 NW/4 and NW/4 NW/4 of Section 29

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-2-CASE No. 2081 Order No. R-1786

- (3) That the applicant proposes to commingle the Vacuum Pool production from the above-described leases into a common tank battery.
- (4) That inasmuch as the ownership of the above-described leases is common throughout, approval of the subject application will meither cause waste nor impair correlative rights.

IT IS THEREFORE GREEKED.

That the applicant, Phillips Petroleum Company and Phillips Chemical Company, he and the same is hereby authorized to commingle in a common tank battery the Vacuum Pool production from the following-described portions of State leases in Township 17 South, Range 35 East, MRPM, Lea County, New Mexico:

State Lease No. B-2073, SE/4 NE/4 of Section 19

State Lease No. B-2388, NW/4 SE/4, SW/4 SE/4, NE/4 SW/4 and SE/4 SW/4 of Section 20

State Lease No. B-1501, MB/4 NW/4 and NW/4 NW/4 of Section 29

<u>PROVIDED ROWEVER</u>, That the applicant shall install adequate facilities to permit the testing of all wells located on said leases at least once each month to determine the individual production from each well on each lease.

DOME at Santa Pe, New Mexico, on the day and year hereinabove designated.

> STATE OF HEW MEXICO OIL CONSERVATION CONMISSION

JOHN BURROUGHS, Chairman

MURRAY B. MORGAH, Mombor

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

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