

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. 2281
Order No. R-1995

APPLICATION OF CONTINENTAL OIL
COMPANY FOR AN EXCEPTION TO RULE
309 (a), LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 24, 1961, 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 14th day of June, 1961, 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, Continental Oil Company, is the owner and operator of the A. C. Taylor Lease comprising the SW/4 of Section 14 and of the Federal Miller BX Lease comprising the E/2 of Section 14, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

(3) That the applicant seeks permission to commingle the Maljamar Pool production from all wells presently completed or hereafter drilled on both of the above-described leases, after separately metering the production from each lease.

(4) That the proposed installation as shown on Exhibit No. 2 in this case should be authorized, provided, however, that a P. V. meter with a sampler should be installed on each lease, that a metering separator need only be installed on the test circuit, and that all meters should incorporate a non-reset totalizer.

(5) That inasmuch as an industry committee has been appointed to study all phases of commingling and to recommend

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minimum standards to prevent abuses thereof, it may be that this installation, at a later date, will have to be altered to conform to such standards as the Commission may prescribe.

IT IS THEREFORE ORDERED:

That the applicant, Continental Oil Company, is hereby authorized to commingle the Maljamar Pool production from all wells presently completed or hereafter drilled on its A. C. Taylor Lease comprising the SW/4 of Section 14, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, and on its Federal Miller BX Lease comprising the E/2 of said Section 14, after separately metering the production from each lease.

PROVIDED HOWEVER, That this installation shall conform to Exhibit No. 2 in this case, except that (a) a P. V. meter with a sampler shall be installed on each lease, (b) a metering separator need only be installed on the test circuit, and (c) all meters shall incorporate a non-reset totalizer.

PROVIDED FURTHER, That it may be that this installation, at a later date, will have to be altered to conform to such standards as the Commission may prescribe.

PROVIDED FURTHER, That all meters shall be operated and maintained in such a manner as to ensure an accurate measurement of the liquid hydrocarbon production at all times.

That meters shall be checked for accuracy at least once each month until further direction by the Secretary-Director.

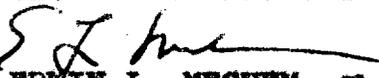
That meters shall be calibrated against a master meter or against a test tank of measured volume and the results of such calibration filed with the Commission on the Commission form entitled "Meter Test Report."

IT IS FURTHER ORDERED:

That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


EDWIN L. MECHEM, Chairman


E. S. WALKER, Member


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

