

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. 4387
Order No. R-4001

APPLICATION OF BENSON-MONTIN-GREER
DRILLING CORPORATION FOR SURFACE COM-
MINGLING OF OIL, RIO ARRIBA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9:30 a.m. on July 15, 1970, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 20th day of July, 1970, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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, Benson-Montin-Greer Drilling Corporation, is the operator of the Canada Ojitos Unit Well No. 13, a non-participating well located in Unit L of Section 27, Township 26 North, Range 1 West, NMPM, West Puerto Chiquito-Mancos Pool, Rio Arriba County, New Mexico, and of various participating wells in said unit and pool.
- (3) That the applicant seeks authority to commingle the oil production from said Unit Well No. 13 with oil production from the participating area of said unit.
- (4) That the applicant proposes to separately meter the production from said Unit Well No. 13, meter the commingled production, and then allocate production to the participating area of said unit by the subtraction method.

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(5) That approval of the subject application will result in economic savings to the operator, prevent waste, and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Benson-Montin-Greer Drilling Corporation, is hereby authorized to commingle oil production from its Canada Ojitos Unit Well No. 13, a non-participating well located in Unit L of Section 27, Township 26 North, Range 1 West, NMPM, West Puerto Chiquito-Mancos Pool, Rio Arriba County, New Mexico, with oil production from the participating area of said unit.

(2) That adequate facilities shall be installed and maintained by the applicant in conformance with applicant's Exhibit No. 2 introduced in this case to permit determining the producing capacity of the above-described non-participating Unit Well No. 13 and the total producing capacity of the wells in the participating area of the above-described unit by separately metering the production from said Unit Well No. 13 and the commingled oil production and subtracting the former from the latter.

(3) That the oil production shall be allocated to the non-participating Unit Well No. 13 and to the participating area of said unit on the basis of the subtraction method described in Order (2) above.

(4) 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

DAVID F. CARGO, Chairman

ALEX J. ARMSTRONG, Member

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



esr/