

ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 6493
Order No. R-5967

APPLICATION OF MERRION & BAYLESS
FOR GAS WELL COMMINGLING, SAN
JUAN COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on March 14, 1979, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 30th day of March, 1979, the Division Director, 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 Division has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Merrion and Bayless, is the owner and operator of the Hi Roll Wells Nos. 1 and 2, located in Units O and K of Section 35, Township 27 North, Range 13 West, NMPM, San Juan County, New Mexico.

(3) That the applicant seeks authority to surface commingle, prior to measurement, Pictured Cliffs production from the above-described wells.

(4) That both of said wells are located in a proposed Navajo Indian Irrigation Project field which will utilize travelling sprinklers, and that the installation of meter runs at the wells would interfere with the sprinkler operation.

(5) That both of the subject wells produce small amounts of gas from a non-prorated gas pool.

(6) That the surface commingling of the gas produced from the subject wells at a meter run off the lease will not cause waste nor impair correlative rights.

(7) That in order to allocate the commingled production to each of the subject wells, individual 24-hour well tests through the common meter run should be conducted semi-annually, with the well not on test shut-in at the well-head.

IT IS THEREFORE ORDERED:

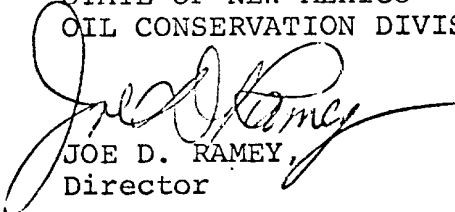
(1) That the applicant, Merrion & Bayless, is hereby authorized to surface commingle, prior to measurement, Pictured Cliffs production from the Hi Roll Wells Nos. 1 and 2, located in Units O and K of Section 35, Township 27 North, Range 13 West, NMPM, San Juan County, New Mexico.

(2) That the applicant shall conduct semi-annual 24-hour tests on each of the above wells, producing the same through the common meter run while the other well remains shut-in at the wellhead, and the results of such tests shall be used to allocate production to each of the wells herein authorized to be commingled.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



JOE D. RAMEY,
Director

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