

Entered August 23, 1957
A.L.P.

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

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

CASE NO. 1287
Order No. R-1033

APPLICATION OF CONTINENTAL OIL
COMPANY FOR AN ORDER AUTHORIZING
THE PRODUCTION OF MORE THAN EIGHT
OIL WELLS INTO A COMMON TANK BATTERY
ON ITS REED "A-3" LEASE, IN THE
EUMONT GAS POOL, LEA COUNTY, NEW
MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on August 7, 1957, at Hobbs, New Mexico, before Warren W. Mankin, 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 20th day of August, 1957, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Warren W. Mankin, and being fully advised in the premises,

FINDS:

- (1) That due 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, proposes to produce into a common tank battery all oil wells presently drilled or hereafter completed in the Eumont Gas Pool on the applicant's Reed "A-3" Lease, consisting of the S/2, NW/4, S/2 NE/4, and NE/4 NE/4 of Section 3, Township 20 South, Range 36 East, NMPM, Lea County, New Mexico; but not to exceed a total of eleven wells in all.
- (3) That approval of the subject application will not cause waste nor impair correlative rights, provided adequate testing equipment and storage facilities are installed.
- (4) That approval of the subject application will result in considerable economic saving to the applicant.

IT IS THEREFORE ORDERED:

1. That the applicant, Continental Oil Company, is hereby authorized to produce into a common tank battery all oil wells presently drilled or hereafter completed in the Eumont Gas

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Pool on the applicant's Reed "A-3" Lease, comprising the S/2, NW/4, S/2 NE/4, and NE/4 NE/4 of Section 3, Township 20 South, Range 36 East, NMPM, Lea County, New Mexico; provided however, that said wells shall not exceed eleven in number in that pool.

PROVIDED HOWEVER, That the applicant shall install sufficient testing facilities to permit each well to be tested at least once each month.

PROVIDED FURTHER, That the applicant shall install sufficient storage tanks to prevent the over-flow and wasting of the oil produced into said common tank battery.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman



MURRAY E. MORGAN, Member



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

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