BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

CASE NO. 97

ORDER NO. 709

THE APPLICATION OF THE OIL CONSERVATION COMMISSION UPON ITS OWN MOTION FOR AN ORDER REGARDING TANK BATTERIES FOR SEPARATE POOLS AND WHETHER ONE TANK BATTERY SHALL SERVE ONE POOL ONLY OR WHETHER SEPARATE TANK BATTERIES SHALL BE EMPLOYED FOR SEPARATE POOLS.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 10:00 A.M. on April 15, 1947 at Santa Fe, New Mexico before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

NOW, on this 6th day of June, 1947, the Commission having before it for consideration the testimony adduced at the hearing of said case;

FINDS:

- 1. That the Commission by its Order No. 633 effective January 15, 1946 defined the boundaries of the then known oil and gas pools of Lea, Eddy and Chaves Counties, New Mexico, and required each defined pool to be developed and produced as a single common reservoir.
- 2. The principles of oil and gas conservation, the practices of the oil industry and the policy of the Commission as expressed in Order 633 require actual segregation at all times before sale of the oil and gas produced from the separate pools and fields.
- 3. That Section 6 of the Commission's Order No. 633 providing that each pool shall be separately produced is silent as to tankage and the comingling with oil produced in other pools.

IT IS THEREFORE ORDERED:

That effective Sept. 1 1947, Section 6 of Order No. 633 approved January 15, 1946, be and the same hereby is amended to read as follows:

"Section 5, that each pool shall be produced as a single common reservoir and the wells therein shall be completed, cased maintained and operated as the producing media for that specific pool, and the production of oil and gas therefrom shall, at all times be actually segregated into separate, identified tanks, and the commingling or confusion of such production, before marketing, with fluid hydro-carbons produced from other and distinct pools or fields in any tank or tanks is strictly prohibited".

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

TO CONSERVATION COMMISSION

GATEMAN & Miles

MAR 27 1947

Hobbs (N.M.) News-Sun

LEGAL NOTICES

April 27 NOTICE OF PUBLICATION STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

The Oil Conservation Commission, as provided by law, hereby gives notice of the following hearings to be held at Santa Fe, New Mexico, at 10:00 A. M. April 15, 1947:

CASE 97

In the matter of the application of the Oil Conservation Commission upon its own motion for an order regarding tank batteries for separate pools and whether one tank battery shall serve one pool only or whether separate tank batteries shall be employed for separate pools.

CASE 98 In the matter of the applica-tion of the Oil Conservation Commission for an order gov-erning gas-oil ratios for Lea, Eddy, and Chavez counties, New Mexico.

CASE 92

In the matter of the Applica-tion of Gulf Oil Corporation for issuance of a Special Order permitting the production of more than one horizon or pool through a single well bore in the Hobbs Pool, Lea County, New Mexico. CASE 93

In the matter of the Applica-tion of Gulf Oil Corporation for the issuance of a Special Order permitting the production of more than one horizon or pool through a single well bore in the Paddock, Drink-ard, Brunson, Jones and Blinbry Pools, Lea County, New Mexico.

CASE 94 In the matter of the Applica-tion of Gulf Oil Corporation for the promulgation of a General Order permitting and controlling production from more than one horizon or pool through a single well bore. Note: Cases 92, 93 and 94 were in part heard January 10, 1947 and are continued to April 15th as indicated above.

Given under the seal of said Commission at Santa Fe, New Mexico on March 24, 1947.

> OIL CONSERVATION COMMISSION By: /s/ R. R. SPURRIER, Secretary