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. 193

ORDER NO. 839

THE APPLICATION OF SHELL OIL COMPANY FOR A SPECIAL EXCEPTION FROM THE PRO-VISIONS OF ORDER NO. 72 RELATING TO CENTRAL TANK BATTERIES WITH RESPECT TO STATE OIL AND GAS LEASES E-1830, B-9446, B-7849, AND E-276 UNDER CON-DITIONS EXISTING IN THE WEST WILSON POOL, LEA COUNTY, NEW MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This matter came on for hearing at 10:00 o'clock a.m. on September 8, 1949, at Santa Fe, New Mexico, before the Oil Conservation Commission of the State of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 19th day of October, 1949, the Commission having before it for consideration the testimony adduced at said hearing and being fully advised in the premises;

FINDS:

1. That due public notice having been given as provided by law, the Commission has jurisdiction of this cause.

2. That the acreage involved in the application is all State land and is owned by the State in trust for the Common Schools.

3. That the acreage involved in this application is contiguous and held by applicant under State leases E-1830, B-9446, B-7849 and E-276.

4. That the subsurface conditions in the pool, or area, are such that there should be relaxation of the strict requirements of Order No. 72.

IT IS THEREFORE ORDERED:

That the application of Shell Oil Company for an exception to Order No. 72 of this Commission, effective August 1, 1937, be and the same hereby is granted and approved, and that the Shell Oil Company be and it hereby is authorized to establish, maintain, and operate a common central tank battery for all wells located on said contiguous State leases E-1830, B-9446, B-7849 and E-276. Provided, however, that adequate tankage and other equipment be established and maintained in connection with such central tank battery in order that the specific production from each well, and of future wells, can be accurately determined at reasonable intervals, or upon request of the Commission, and provides further that no well now or hereafter drilled upon any part of the respective leases shall be permitted to produce

at a rate in excess of top allowable as now or which may hereafter be fixed for the West Wilson pool.

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

STATE OF NEW/MEXICO OIL CONSERVATION COMMISSION THOMAS CHA TRMAN Π. an , MEME GUY SHEPARD

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R. R. SPURRIZER, SECRETARY