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 CON-SIDERING:

> CASE NO. 352 ORDER NO. R-151

THE APPLICATION OF PHILLIPS
PETROLEUM COMPANY FOR
PERMISSION TO COMMINGLE IN
THE SAME TANK BATTERY OIL TO
BE PRODUCED FROM ITS RHODA
LEASE, S/2 SW/4 SEC. 32, TWP.
14 SOUTH, RANGE 32 EAST, TULK
POOL, LEA COUNTY, NEW MEXICO,
AND ITS LATOYAH LEASE, N/2 SE/4,
SW/4 SE/4, Sec. 32, TWP. 14 SOUTH,
RANGE 32 EAST, NMPM, TULK POOL,
LEA COUNTY, NEW MEXICO, THIS
BEING AN EXCEPTION TO RULE 309
OF THE OIL CONSERVATION COMMISSION'S
RULES AND REGULATIONS.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on April 15, 1952, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 1 day of May, 1952, the Commission, a quorum being present, having considered the testimony adduced and the exhibits received at said hearing, 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 acreage, located in the Tulk Pool, Lea County, New Mexico, the subject matter of the application herein, is all state-owned land, held in trust for the benefit of the common schools.
- (3) That acreage which is the subject matter of the application is contiguous, and is held by the applicant under State Oil and Gas Leases B-11265 and B-10842.
- (4) That by reason of common ownership of both working and mineral interests, practical convenience and economic benefit, and in the absence of objection by the Commissioner of Public Lands, exception to Rule 309 of the Commission rules should be granted.

IT IS THEREFORE ORDERED:

That application of Phillips Petroleum Company for an exception to Rube 309 of this Commission, effective April 15, 1952, be and the same

-2-Case No. 352 Order No. R-151

hereby is granted and approved, and that Phillips Petroleum Company be and they hereby are authorized to establish, maintain and operate a central tank battery for their Rhoda and Latoyah Leases located respectively in the S/2 SW/4 Sec. 32, Twp. 14 South, Rge. 32 East, NMPM, Tulk Pool, Lea County, New Mexico, and N/2 SE/4, SW/4 SE/4 Sec. 32, Twp. 14 South, Rge. 32 East, NMPM, Tulk Pool, Lea County, New Mexico, only:

PROVIDED, HOWEVER, That adequate tankage and other equipment be maintained in connection with such central tank battery in order that specific production from each well, and of future wells, can be accurately determined at reasonable intervals, or upon request of the Commission, and,

PROVIDED FURTHER, That no well now or hereafter connected with such common tank battery be permitted to produce at a rate in excess of top allowable as fixed for the Tulk Pool.

IT IS FURTHER ORDERED: That jurisdiction of this case be retained for purpose of revocation or modification under changing conditions.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, CHAIRMAN

GUY SHEPARD, MEMBER

R. R. SPURRIER, SECRETARY