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BEFORE THE OIL COLLEVATION COMMISSION OF NEW MEXICO SANTA FE, NEW MEXICO

IN THE MATTLE OF THE APPLICATION OF LOWRY, et al., OPERATING ACCOUNT FOR APPROVAL OF PRODUCTION OF OIL FROM SEPARATE LEASES INTO A COMMON TANK PATTERY IN THE SCUTH BLANCOTOCITO OIL POOL, RIO ARRIBA COUNTY, NEED MARKED.

Comes now Lowry, Et Al., Operating Account, and petitions the Cil Conservation Commission of New Mexico for an order approving the production, and measuring and gauging of oil ffom separate leases in the South Blanco-Tocito Oil Pool, Rio Arriba County, New Mexico, into a common tank battery, and in support thereof would show:

- 1. That the Commission has heretofore, in Case No. 697 approved production of oil into common tankage as an exception to Rule 309, by its Order No. R-532.
- 2. That, in order to facilitate operations and reduce economic losses, and in the interests of conservation and to prevent waste, Petitioner desires to produce from two additional leases into said common tank battery as an exception to Rule 309.
- 3. That the leases to be affected are Federal NM 03381 and Federal NM 03553.
- 4. That adequate measures will be taken to protect the rights and interests of all persons holding interests in the pool, including royalty owners and owners of overriding royalty.
- 5. That the use of a central or common tank battery is in the interests of conservation and will prevent waste.

AMEREFORE Petitioner requests the Commission, after notice and hearing as required by law and the Rules and Regulations of the Commission, to enter its order approving production of oil from the above mentioned leases into the common tank battery heretofore approved by the Commission as an extension of the authority approved by Commission Order No. R-532.

Respectfully submitted, LOWRY, ET AL., OPERATING ACCOUNT

BY Jason W. Kellahi

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