

Before the
OIL CONSERVATION COMMISSION
of
THE STATE OF NEW MEXICO

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In the matter of the application)
)
of Permian Basin Pipeline Company)
for a Temporary ^{Suspension of or} Exception to the)
Provisions of Rule 9, Order No. R-586)
pertaining to cancellation of un-)
produced gas allowables in the Tubb)
Gas Pool, Lea County, New Mexico)

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COMES NOW Permian Basin Pipeline Company and petitions the Commission for a temporary ^{Suspension of or} exception to the provisions of Rule 9, Order No. R-586, as amended, for a period of one year from July 1, 1956, insofar as said rule requires that unproduced gas allowable not made up shall be cancelled, and in support thereof would show:

1. That during the past year, Permian Basin Pipeline Company has been unable to produce the full allowable assigned to the gas wells to which it is connected for the reason that development of acreage under contract to Petitioner during the past year has proceeded at a more rapid rate than had been anticipated, and for the reason that its facilities for processing gas have not been adequate to handle the volumes allowed, resulting in an accumulation of gas allowable subject to cancellation July 1, 1956.

2. That expansion of processing facilities is under way, which will enable Petitioner to handle current allowables at present levels, and make up the accumulated under production during the next two production periods.

3. That Applicant has need of this unproduced gas.

4. That unless the Commission grants this extension, Petitioner will be deprived of its proportionate share of the reserves underlying the Tubb Gas Pool, and correlative rights will be impaired.

5. That the granting of such exception will not result in waste, but will protect correlative rights, in accordance with law and the rules and regulations of the Commission.

Respectfully submitted,

PERMIAN BASIN PIPELINE COMPANY

By


John M. Hanley
Vice President

Lawrence I. Shaw
Jack C. Osborne

2223 Dodge Street
Omaha, Nebraska

Jason W. Kellahin

Santa Fe, New Mexico

Counsel for
Permian Basin Pipeline Company