BEFORE THE GIL 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. 1088 Order No. R-937

THE APPLICATION OF STANOLIND OIL AND GAS COMPANY FOR AN ORDER GRANTING AN EXCEPTION TO STATEWIDE RULE 309 (a) IN THE ESTABLISHMENT OF A TANK BATTERY ON ITS STATE "A" TRACT 7 LEASE LOCATED IN THE NW/4 SECTION 10, TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM, LEA COUNTY, NEW MEXICO, SAID BATTERY TO RECEIVE PRODUCTION TRANSPORTED FROM WELLS ON ITS E. H. BYERS NW/3 LEASE LOCATED IN NW/4 SECTION 3, TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM, HOBBS POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on June 20, 1956, at Hobbs, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, in accordance with Rule 1214 of the Rules and Regulations of the New Mexico Oil Conservation Commission.

NOW, on this $9^{\pm 4}$ day of July 1956, the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission", a quorum being present, having considered said application and the recommendations of the Examiner, Daniel S. Nutter, 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 location of the producing wells on applicant's E. H. Ryers NW/3 Lease, Nobbs Pool, is within a residential area of the City of Hobbs, New Mexico.

(3) That it is no longer in the interests of safety to continue producing wells into the established tank battery near the same production and located on the same lease as the wells.

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(4) That the battery applied for in the application will be located at a central tank battery site outside the City limits of Hobbs, New Mexico, and will be farther from a residential area.

(5) That the interest of safety will be served by the granting of this application.

(6) That adequate equipment will be installed to permit the accurate measurement of the production from each well and the compliance with all other applicable rules and regulations of the Commission.

(7) That there will be no commingling of oil from other leases or pools in the proposed tank battery.

(8) That there will be four wells at present and not more than 8 wells produced into said tank battery in the future.

(9) That there were no objections entered as to the granting of this application.

IT IS THEREFORE ORDERED:

That the application of Stanolind Oil and Gas Company for an order approving the establishment of a tank battery to be located on a central tank battery site on applicant's State "A", tract 7, lease in Section 10, Township 19 South, Range 38 East, NMPM, said battery to receive production transported from wells located on applicant's E. H. Byers NW/3 Lease located in the NW/4 Section 3, Township 19 South, Range 38 East, NMPM, Hobbs Pool, Lea County, New Mezico, be and the same is hereby granted.

IT IS FURTHER ORDERED:

That in any event no more than eight wells will be produced into said tank battery and that adequate equipment will be installed in order that all requirements of the Commission's Rules and Regulations will be met.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

7 Su JOHN F. SIMMS. Chairman

end WALKER, Member

PORTER, Jr., Member & Secretary



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