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# ERN UNION

## TELEGRAM

SYMBOLS	
DL=	Day Letter
NL=	Night Letter
LT=	International Letter Telegram

1220  
(R 11-54)

P. MARSHALL, PRESIDENT  
STANDARD TIME at point of origin. Time of receipt is STANDARD TIME at point of destination

(50) 0.76

D LLV291 LONG DL PD=WUX DALLAS TEX 1 437PMC= 1957 MAR 1 PM 4 1  
A L PORTER, DIRECTOR OIL CONSERVATION COMMISSION=  
CAPITOL BLDG SANTA FE NMEX=

REQUEST HEARING BEFORE EXAMINER ON MARCH 20 OF THREE  
APPLICATIONS AS FOLLOWS: (1) TO COMMINGLE LIQUID HYDROCARBONS  
PRODUCED FROM DUALY COMPLETED GAS WELLS AND TO PRODUCE FROM  
SEPARATE LEASES INTO COMMON TANK BATTERY LIQUID HYDROCARBONS  
PRODUCED FROM JICARILLA "H" LEASE AND JICARILLA "D" LEASE,  
TOWNSHIP 26 NORTH RANGE 3 WEST; (2) TO COMMINGLE LIQUID  
HYDROCARBONS PRODUCED FROM DUALY COMPLETED GAS WELLS AND  
TO PRODUCE FROM SEPARATE LEASES INTO COMMON TANK BATTERY  
LIQUID HYDROCARBONS PRODUCED FROM JICARILLA "E", "F", AND  
"G" LEASES, TOWNSHIP 27 NORTH, RANGE 3 WEST; AND (3) TO  
COMMINGLE LIQUID HYDROCARBONS FROM DUALY COMPLETED GAS  
WELL AND TO MEASURE IN TANKS LOCATED OFF LEASE LIQUIDS  
FROM CHENEY=FEDERAL LEASE, TOWNSHIP 26 NORTH RANGE 3 WEST;  
ALL OF THE LANDS COVERED BY THE APPLICATIONS BEING LOCATED  
IN RIO ARriba COUNTY; APPLICATIONS COVERING THE ABOVE  
BEING FORWARDED TODAY=  
MAGNOLIA PETROLEUM CO ROSS MADOLE ATTORNEY=

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

May 27, 1957

C  
O  
P  
Y  
  
Magnolia Petroleum Company  
P.O. Box 2406  
Hobbs, New Mexico

ATTENTION: W. C. Dougherty

Re: Order R-984, Case No. 1226

Gentlemen:

Reference is made to your letter of May 16, 1957, regarding the location of central tank batteries authorized by the above-referenced order.

Please forward to this office a plat showing the present location of the central tank batteries to which you refer in your letter. This office will notify you if any further action in this regard is deemed necessary after we have had an opportunity to make further study of this question.

Yours very truly,

A. L. Porter, Jr.  
Secretary - Director

ALP/WJC:bp

# MAGNOLIA PETROLEUM COMPANY

ASSOCIATION MOBIL COMPANY

P. O. Box 2406  
Hobbs, New Mexico  
May 16, 1957

Mr. A. L. Porter  
New Mexico Oil Conservation Commission  
P. O. Box 871  
Santa Fe, New Mexico

Re: Order R-984  
OCC Case No. 1226

Dear Sir:

Under the provisions of the subject Order regarding central tank batteries in the San Juan Basin, Rio Arriba County, New Mexico, we have found that due to the geographic locations and adverse terrain, we have had to deviate slightly from the locations of such tank batteries as set out in the subject Order.

In view of this fact, and to fully respect the Oil Commission's position in this matter, we respectfully request of the Commission whether they would desire present locations of our tank batteries.

With further reference to the subject Order R-984, we are complying with such order as has been written by the Commission.

Yours very truly,



W. C. Dougherty  
Dist. Supt. of Production  
Hobbs, New Mexico

WCD:mc

OIL CONSERVATION COMMISSION  
P. O. BOX 871  
SANTA FE, NEW MEXICO

May 1, 1957

C  
O  
P  
Y  
  
Mr. Thomas A. Dugan  
Pacific Northwest Pipeline Co.  
405½ West Broadway  
Farmington, New Mexico

Dear Sir:

We enclose a copy of Order R-984 issued April 29, 1957, by the Oil Conservation Commission in Case 1226, which was heard on March 20th at Santa Fe.

Very truly yours,

A. L. Porter, Jr.  
Secretary - Director

bp  
Encl.

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

May 1, 1957

Mr. William S. Richardson  
P.O. Box 900  
Dallas, Texas

Dear Sir:

We enclose a copy of Order R-984 issued April 29, 1957, by the Oil Conservation Commission in Case 1226, which was heard on March 20th at Santa Fe.

Very truly yours,

A. L. Porter, Jr.  
Secretary - Director

bp  
Encl.

C  
O  
P  
Y

OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

Date 3-21-58

CASE 1226

Hearing Date 3-20-57

My recommendations for an order in the above numbered cases are as follows:

I recommend the application be allowed  
as recommended in the attached pages.

  
Staff Member

OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

Date 3/27/57

CASE 1226

Hearing Date 3/20/57

My recommendations for an order in the above numbered cases are as follows:

Enter an order granting the application of Magnolia for permission to commingle distillates from the various Jicarilla leases and from the PC and MV formations, for permission to move distillate off the lease <sup>prior to measuring</sup> in the case of the Cheney lease, and for permission to flow more than eight wells into a tank battery.

Magnolia's application was sound, <sup>and</sup> their testimony gave all indication that the project will not cause any violation of correlative rights nor cause waste, but on the other hand will prevent waste in that unnecessary tank batteries and roads will not have to be built & maintained.

There were no objections to Magnolia's proposals voiced at the hearing. As a matter of fact, Pacific Northwest, the only one vitally concerned by the application, made an appearance and endorsed it.

note to Legal -

The proposed order submitted by Mag. is satisfactory for use if amended. It could be hinged down a bit however

Van Nutter  
Staff Member  
Examiner

1226

# MAGNOLIA PETROLEUM COMPANY

A SOCONY MOBIL COMPANY

## LEGAL DEPARTMENT

P. O. BOX 900  
DALLAS 21, TEXAS

March 1, 1957

CHARLES B. WALLACE  
GENERAL COUNSEL  
R. T. WILKINSON, JR.  
ASSOCIATE GENERAL COUNSEL  
FRANK C. BOLTON, JR.  
WENDELL J. DOGGETT  
JACK E. EARNEST  
SAM H. FIELD  
ROY C. LEDBETTER  
ROSS MADOLE  
ROY L. MERRILL  
RAYMOND M. MYERS  
FLOYD B. PITTS  
WILLIAM S. RICHARDSON  
WILLIAM H. TABB  
JACK VICKREY  
ASSISTANTS

Re: Three Applications of Magnolia Petroleum Company to commingle liquid hydrocarbons Jicarilla "D" and "H" Leases; to commingle liquid hydrocarbons Jicarilla "E", "F" and "G" Leases; and to commingle and measure off lease liquid hydrocarbons from its Chaney Federal Lease

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Mr. A. L. Porter  
Oil Conservation Commission  
P. O. Box 871  
Santa Fe, New Mexico

Dear Mr. Porter:

We enclose herewith an original and two copies of each of the three applications above described which are self-explanatory. It will be agreeable to Magnolia Petroleum Company to dispose of these applications before a Hearing Examiner.

I discussed this matter with Mr. Mankin and he advised me that these cases would be set for hearing before Trial Examiner on March 20 in Santa Fe, New Mexico.

Will you please acknowledge receipt of these applications and advise if this setting is correct.

Yours very truly,

*Ross Madole*  
Ross Madole

RM:jt  
encls.