

**BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO**

**IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:**

**CASE NO. 1528
Order No. R-1274**

**APPLICATION OF TENNESSEE GAS
TRANSMISSION COMPANY FOR PERMISSION
TO COMMINGLE THE PRODUCTION FROM
TWO SEPARATE OIL POOLS FROM THREE
STATE LEASES IN LEA COUNTY, NEW
MEXICO.**

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 22, 1958, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 5th day of November, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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 applicant, Tennessee Gas Transmission Company, is the owner and operator of the following-described State of New Mexico Leases:

State "B",	NW/4 of Section 21
State "C",	SW/4 of Section 21
State "D",	NW/4 of Section 28

all in Township 16 South, Range 34 East, NMPM, Lea County, New Mexico.

(3) That by Administrative Order CTB-24, dated February 5, 1958, applicant was authorized to commingle the oil produced from the above-described leases in the Kemnitz-Wolfcamp Pool.

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(4) That the applicant now seeks an order authorizing it to commingle the oil produced from the Kennitz-Wolfcamp and Kennitz-Cisco Pools from wells located on the above-described leases after the production from each of said pools has been separately measured by means of positive displacement meters.

(5) That the wells in the above-described leases should be tested monthly in order to determine the individual production from each.

(6) That approval of the subject application will not cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant be and the same is hereby authorized to commingle the oil produced from the Kennitz-Wolfcamp and Kennitz-Cisco Pools from wells located on the following-described state leases:

State "B",	NW/4 of Section 21
State "C",	SW/4 of Section 21
State "D",	NW/4 of Section 28

all in Township 16 South, Range 34 East, NMPM, Lea County, New Mexico.

PROVIDED HOWEVER, That production from each of said pools shall be separately measured by means of positive displacement meters prior to being commingled, and

PROVIDED FURTHER, That said meters shall be checked for accuracy at intervals and in a manner satisfactory to the Commission.

(2) That the wells on the above-described leases shall be tested monthly in order to determine the individual production from each.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

E. L. Mechem

EDWIN L. MECHEM, Chairman

Murray E. Morgan

MURRAY E. MORGAN, Member

A. L. Porter, Jr.

A. L. PORTER, Jr., Member & Secretary

