

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

CASE No. 1672  
Order No. R-1929

IN THE MATTER CONCERNING PURCHASER  
PRORATIONING BY CONTINENTAL OIL  
COMPANY OF WELLS IN CERTAIN OIL  
POOLS IN CHAVES AND EDDY COUNTIES,  
NEW MEXICO, WHICH WELLS ARE CONNECTED  
TO THE SYSTEM FORMERLY OWNED BY MALCO  
REFINERIES, INC.

ORDER OF THE COMMISSION

BY THE COMMISSION:

NOW, on this 3rd day of April, 1961, the Oil Conservation  
Commission of New Mexico, a quorum being present,

FINDS:

That this matter, having become moot, should be dismissed.

IT IS THEREFORE ORDERED:

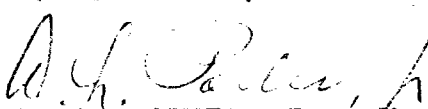
That Case No. 1672 is hereby dismissed.

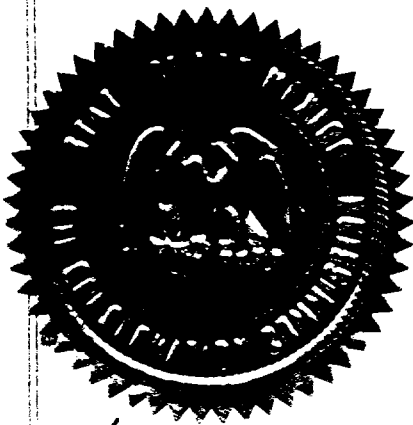
DONE at Santa Fe, New Mexico, on the day and year herein-  
above designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

  
EDWIN L. MECHEM, Chairman

  
E. S. WALKER, Member

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



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

**IN THE MATTER CONCERNING PURCHASER  
PRORATIONING BY CONTINENTAL OIL  
COMPANY OF WELLS IN CERTAIN OIL  
POOLS IN CHAVES AND EDDY COUNTIES,  
NEW MEXICO, WHICH WELLS ARE CONNECTED  
TO THE SYSTEM FORMERLY OWNED BY MALCO  
REFINERIES, INC.**

**EMERGENCY ORDER NO. E-17**

NOW, on this 1st day of May, 1959, the Oil Conservation Commission of New Mexico, a quorum being present, having considered the application of Continental Oil Company for an emergency order and being fully advised in the premises,

**FINDS:**

(1) That Continental Oil Company has purchased from Malco Refineries, Inc., the latter's refinery and gathering and transportation system in Chaves and Eddy Counties, New Mexico.

(2) That an emergency order, necessitated by a refinery turnaround and lack of storage capacity, was granted to Malco Refineries, Inc., on April 27, 1959, allowing Malco to prorate its purchases in Chaves and Eddy Counties, New Mexico.

(3) That the emergency which required the promulgation of the emergency order for Malco Refineries, Inc., on April 27, 1959, still exists for Continental Oil Company, successor in interest to Malco Refineries, Inc.

(4) That accordingly Continental Oil Company should be granted an emergency order authorizing it to prorate the purchase of oil authorized to be produced from the proration units which are connected to the system formerly operated by Malco Refineries, Inc.

(5) That Continental Oil Company should be required to make its reductions in purchases of oil proportionately among all proration units from which Malco Refineries, Inc., formerly made its purchases; provided however, that Continental Oil Company should not be allowed to reduce its purchases from these proration units to an amount less than 10 barrels daily, provided the unit is capable of producing same.

(6) That in order to preclude premature abandonment, Continental Oil Company should be required to make 100 percent purchases from proration units with a daily oil production of 10 barrels or less.

(7) That Continental Oil Company should be required to make 100 percent purchases from all proration units located in a water flood project authorized by the Commission.

IT IS THEREFORE ORDERED:

(1) That Continental Oil Company be and the same is hereby authorized to reduce its purchases of oil in the State of New Mexico below the amount legally authorized to be produced from the proration units from which Malco Refineries, Inc., formerly purchased.

PROVIDED HOWEVER, That Continental Oil Company shall make the reduction in purchases of oil proportionately among all of said proration units.

PROVIDED FURTHER, That Continental Oil Company shall not reduce its purchases from any of said proration units to an amount less than 10 barrels daily, provided that the unit is capable of producing same.

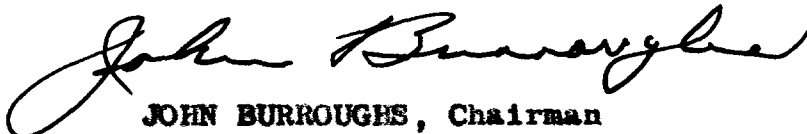
PROVIDED FURTHER, That Continental Oil Company shall purchase 100 percent of the oil produced from any of said proration units which produce 10 barrels or less daily.


PROVIDED FURTHER, That Continental Oil Company shall purchase all of the oil produced from said proration units which are located in an authorized water flood project.


(2) That the effective date of this order is 7 o'clock a.m., Mountain Standard Time, May 1, 1959.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

  
JOHN BURROUGHS, Chairman

  
MURRAY E. MORGAN, Member

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



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

**IN THE MATTER CONCERNING PURCHASER  
PRORATIONING BY MALCO REFINERIES,  
INC., IN CERTAIN OIL POOLS IN CHAVES  
AND EDDY COUNTIES, NEW MEXICO.**

**EMERGENCY ORDER NO. E-16**

NOW, on this 27th day of April, 1959, the Oil Conservation Commission of New Mexico, a quorum being present, having considered the application of Malco Refineries, Inc., for an emergency order and being fully advised in the premises,

**FINDS:**

(1) That an emergency exists which requires the promulgation of an order by the Commission without notice and hearing.

(2) That due to a refinery turn-around and lack of storage capacity, for an indefinite period Malco Refineries, Inc., will be unable to purchase all oil authorized to be produced from the wells from which it purchases in the State of New Mexico.

(3) That Malco Refineries, Inc., should be required to make its reductions in purchases of oil proportionately among all proration units from which it purchases; provided however, that in order to preclude premature abandonment, Malco Refineries, Inc., should be required to make 100 percent purchases from proration units with daily oil production of 10 barrels or less.

(4) That Malco Refineries, Inc., should be required to make 100 percent purchases from all wells located in a water flood project authorized by the Commission.

**IT IS THEREFORE ORDERED:**

1. That Malco Refineries, Inc., be and the same is hereby authorized to reduce its purchases of oil in the State of New Mexico below the amount legally authorized to be produced from the wells from which it purchases.

**PROVIDED HOWEVER,** That Malco Refineries, Inc., shall make the reduction in purchases of oil proportionately among all of said wells.

**PROVIDED FURTHER,** That Malco Refineries, Inc. shall not reduce its purchases from any proration unit to an amount less than 10 barrels daily, provided that the unit is capable of producing same.

**PROVIDED FURTHER,** That Malco Refineries, Inc. shall purchase 100 percent of the oil produced from any proration unit producing 10 barrels or less daily.

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Emergency Order No. E-16

PROVIDED FURTHER, That Malco Refineries, Inc., shall purchase all of the oil produced from wells located in an authorized water flood project.

(2) That the effective date of this order is 7 o'clock a.m., Mountain Standard Time, April 27, 1959.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

*John Burroughs*  
JOHN BURROUGHS, Chairman

*M. E. Morgan*  
MURRAY E. MORGAN, Member

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

