BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF MAGNOLIA PETROLEUM COMPANY FOR AN EXCEPTION TO STATE-WIDE RULE 303 TO ALLOW COMMINGLING OF PRODUCTION FROM THE BRUNSON POOL, DRINKARD POOL, HARE POOL, WANTZ ABO POOL, BLINEBRY (GAS) POOL AND TUBB (GAS) POOL, PRODUCED FROM ITS E. O. CARSON LEASE, LEA COUNTY, NEW MEXICO.

CASE NO.

APPLICATION

Applicant states:

That it is the owner and operator of an oil and gas lease known as its E. O. Carson lease, which includes the following lands:

> West half of the Southwest quarter (W/2 SW/4) and Southeast quarter of the Southwest quarter (SE/4 SW/4) of Section 28; and Northwest quarter (NW/4) and Southwest quarter of the Northeast quarter (SW/4 NE/4) of Section 33; all in Township 21 South, Range 37 East, Lea County, New Mexico.

- That wells located upon said lease are producing from the Brunson Pool, Drinkard Pool, Hare Pool, Wantz Abo Pool, Blinebry (Gas) Pool and Tubb (Gas) Pool.
- That applicant, in order to obtain a saving of produced hydrocarbons, proposes to commingle the production from said pools by consolidating tankage; and that the production from each reservoir will be metered.
- 4. That attached hereto and made a part hereof is a plat marked Exhibit A showing the wells located on applicant's

E. O. Carson lease and surrounding leases.