BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

CASE No. 1811 Order No. R-1557

APPLICATION OF THE ATLANTIC REFINING COMPANY FOR PERMISSION TO COMMINGLE THE PRODUCTION FROM THREE SEPARATE 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 November 24, 1959, 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 16th day of December, 1959, 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 is the owner and operator of the following-described Federal leases in Section 14, Township 25 South, Range 37 East. NMPM. Lea County. New Mexico.
 - (a) Langlie Federal Lease N/2 SE/4 of Section 14
 - (b) Langlie Federal "A" Lease S/2 NE/4 of Section 14
 - (c) Langlie Federal "B" Lease N/2 NE/4 of Section 14
- (3) That the applicant proposes to commingle the production from the Justis-Blinebry Oil Pool, from the Drinkard formation adjacent to the Justis-Drinkard Pool, and from the Tubb formation,

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if it is encountered, from each of the three above-described Federal leases after separately metering the production from each pool from each lease.

(4) That approval of the subject application will neither cause waste nor impair correlative rights, provided adequate treating, testing, and storage facilities are installed.

IT IS THEREFORE ORDERED:

- (1) That the applicant be and the same is hereby authorized to commingle in a common tank battery the production from the Justis-Blinebry Oil Poel, from the Drinkard formation adjacent to the Justis-Drinkard Poel, and from the Tubb formation, if it is encountered, from each of the fellowing-described Federal leases in Section 14, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico:
 - (a) Langlie Federal Lease N/2 SE/4 of Section 14
 - (b) Langlie Federal "A" Lease S/2 NE/4 of Section 14
 - (c) Langlie Federal "B" Lease N/2 NE/4 of Section 14

PROVIDED HOWEVER. That the production from each pool from each lease shall be separately metered prior to commingling.

(2) That all meters shall be operated and maintained in such a manner as to ensure an accurate measurement of production at all times.

That all meters shall be checked for accuracy at intervals not to exceed one month until further direction by the Secretary-Director. Meters shall be calibrated against a master meter or against a test tank of measured volume and the results of such calibration filed with the Commission on the Commission form entitled "Meter Test Report."

(3) That the applicant shall conduct monthly tests of all wells located on the subject acreage to determine the individual production from each zone of each well.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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

