

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
SHELL OIL COMPANY FOR EXCEPTIONS TO
RULES 303 AND 309 OF THE COMMISSION
TO PERMIT COMMINGLING OF PRODUCTION
FROM THE SAN ANDRES AND ATOKA ZONES,
TO COMMINGLE THE SAME WITH PRODUCTION
FROM THE PEARL QUEEN FIELD, TO TRANS-
PORT PRODUCTION FROM LEASES PRIOR TO
MEASUREMENT, AND TO PRODUCE MORE THAN
EIGHT (8) WELLS IN THE SAN ANDRES OR
THE ATOKA ZONES INTO COMMON FACILITIES,
THE LEASES AND PROPERTY IN QUESTION
BEING IN SECTION 35, TOWNSHIP 19 SOUTH,
RANGE 35 EAST, LEA COUNTY, NEW MEXICO.

CASE NO. 1816

A P P L I C A T I O N

Comes now Shell Oil Company and requests an exception to
Rules 303 and Section (a) of Rule 309 of the Rules of the New Mexico
Oil Conservation Commission.

1. The applicant requests authority to commingle oil
produced from the San Andres formation and the Atoka formation on
the two Shell leases described as follows:

Shell's State "PI" lease consisting of 80 acres in the
 $SE\frac{1}{4}NE\frac{1}{4}$ and $NE\frac{1}{4}SE\frac{1}{4}$, Section 35, Township 19 South, Range
35 East.

Shell's Record lease consisting of 1120 acres in the
 $S\frac{1}{2}SW\frac{1}{4}$, Section 23, all Section 26, and $N\frac{1}{2}N\frac{1}{2}$ and $SW\frac{1}{4}NE\frac{1}{4}$
and $SE\frac{1}{4}NW\frac{1}{4}$ and $NE\frac{1}{4}SW\frac{1}{4}$ and $NW\frac{1}{4}SE\frac{1}{4}$ and $S\frac{1}{2}SE\frac{1}{4}$, Section 35,
Township 19 South, Range 35 East.

2. After the production therefrom has been separately
metered from each zone from each lease, to commingle such commingled
production with the commingled Queen Production, and using the
facilities located in the Pearl Queen Field, as authorized in Order
Number R-1101.

3. Applicant further requests authority, in connection
with the above, to transport San Andres and Atoka production from

*Docketed
mailed*

11-12-59