



*Case
1836*

CONTINENTAL OIL COMPANY

825 PETROLEUM BUILDING
ROSWELL, NEW MEXICO

WM. A. MEAD
DIVISION SUPERINTENDENT
OF PRODUCTION
NEW MEXICO DIVISION

December 11, 1959

New Mexico Oil Conservation Commission
Box 871
Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr., Secretary-Director

Re: Application of Continental Oil Company
for Permission in Exception to Rule
309 (a) to Install Automatic Custody
Transfer on its State J-2 Lease in
Section 2, T-22S, R-36E, NMPM, Lea
County, New Mexico

Gentlemen:

Please find attached three copies of Continental Oil Com-
pany's application for permission in exception to Rule 309 (a) to
install automatic custody transfer on its State J-2 lease in Section 2,
T-22S, R-36E, NMPM, Lea County, New Mexico.

We respectfully request that this matter be set for hearing
at the earliest convenient date.

Yours very truly,

WAM-PD
Encs.

W. A. Mead
*Checked
mailed
12-27-59
EP*

BEFORE THE OIL CONSERVATION COMMISSION
OF THE
STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
CONTINENTAL OIL COMPANY FOR PERMIS-
SION IN EXCEPTION TO RULE 309 (a)
TO INSTALL AUTOMATIC CUSTODY TRANS-
FER ON ITS STATE J-2 LEASE IN SECTION
2, T-22S, R-36E, NMPM, LEA COUNTY,
NEW MEXICO.

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A P P L I C A T I O N

Comes now applicant, Continental Oil Company, and respectfully requests permission to install automatic custody transfer facilities on its State J-2 Lease located in Section 2, T-22S, R-36E, NMPM, Lea County, New Mexico; and in support thereof would show:

1. Applicant is the owner of the State J-2 Lease consisting of N/2 and SE/4 of Section 2, T-22S, R-36E, NMPM, Lea County, New Mexico.
2. That applicant has twelve wells producing from the Arrowhead Pool on said lease. Said wells produce approximately 300 barrels of oil per day into a single tank battery.
3. That the present battery is in such poor condition that it must be replaced. In lieu of replacing the conventional battery it is proposed to install an automatic custody transfer facility.
4. That equipment installed will permit accurate testing by wells and accurate measurement of oil delivered to the pipeline.
5. That the proposed installation is more efficient than conventional batteries and its installation will be in the interest of preventing waste and protecting correlative rights.

Wherefore, applicant prays that this matter be set for hearing before the Commission's duly qualified examiner and that upon hearing permission be granted to install automatic custody transfer facilities as described above.

Respectfully submitted,

W. A. Mead
W. A. Mead
Division Superintendent
of Production
New Mexico Division

Case 1845

**WESTERN NATURAL GAS COMPANY
BONNIE C. SCHLOSSER FEDERAL #1**

LOG. 790' FROM NORTH LINE & 1980' FROM WEST LINE
SEC. 10 T-27-N R-11W N.M.P.M.

SAN JUAN COUNTY, NEW MEXICO S.F.-078673

DIAGRAMMATIC SKETCH OF PROPOSED OIL-GAS DUAL COMPLETION
SHOWING SINGLE-PACKER, FULL OPENING PARALLEL STRING HOOK-UP,
WITH SHORT STRING SUSPENDED.

(NOTE: All measurements are approximate
and not to scale.)

