BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION

In the Matter of the Application of SHELL OIL COMPANY for an Exception to Section (a) of Rule 309 of the Commission to Permit Installation of Automatic Custody Transfer Equipment in the $NW^{\frac{1}{4}}$ of Section 36, Township 19 South, Range 36 East, Monument Field, Grayburg-San Andres Production.

Case 1955

PETITION

SHELL OIL COMPANY hereby makes application for a hearing and order to approve an exception to Section (a) of Rule 309 of the Commission to permit the movement of oil from the Lease hereinafter described without the same being measured in tankage, and to permit the installation of automatic custody transfer facilities thereon, and for the movement of oil from the said lease to the pipe line connection. The production which is the subject of this application is from the Grayburg-San Andres formation. The lease which is the subject of this application is known as Shell State B Lease, Monument Field, and covers the NW_{4}^{1} of Section 36, Township 19 South, Range 36 East, N.M.P.M.

Applicant requests that the exception and approval, if granted, cover all present and future production from the said Lease insofar as it covers the Grayburg-San Andres formation.

Respectfully submitted,

SHELL OIL COMPANY

: Collie

Its Attorney

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