

Case 2062

BEFORE THE OIL CONSERVATION COMMISSION
OF THE
STATE OF NEW MEXICO

PM 1:15

IN THE MATTER OF THE APPLICATION OF
CONTINENTAL OIL COMPANY FOR AN EXCEPTION
TO RULE 309(a) IN ORDER TO INSTALL AN
AUTOMATIC CUSTODY TRANSFER SYSTEM FOR
FIVE WELLS PRODUCING FROM THE CASS POOL
AND ONE WELL PRODUCING FROM THE WEIR
POOL WITHIN THE BOUNDARIES OF THE
SOUTHEAST MONUMENT UNIT LOCATED IN
SECTION 23, T-20S, R-37E, NMPM, LEA
COUNTY, NEW MEXICO.

A P P L I C A T I O N

Comes now applicant, Continental Oil Company, and respectfully requests an exception to statewide (Rule No. 309(a)) for permission to install an automatic custody transfer system for (five wells) producing from the (Cass Pool) and one well producing from the Weir Pool within the boundaries of the Southeast Monument Unit located in Section 23, T-20S, R-37E, NMPM, Lea County, New Mexico, and in support thereof would show:

1. That the applicant is co-owner and operator of the Southeast Monument Unit, a portion of which consists of Section 23, T-20S, R-37E, NMPM, Lea County, New Mexico.
- ✓ 2. That the royalty interests are common, that being the United States Government.
3. That applicant proposes to consolidate the existing tank batteries and install an automatic custody transfer system.
- ✓ 4. That applicant has applied for administrative approval to commingle production from the Cass and Weir Pools.
5. That the proposed installation in exception to Rule 309(a) is in the interest of conservation and prevention of waste.

Wherefore, applicant prays that this matter be set for hearing before the Commission's duly qualified examiner and that upon hearing an order be entered granting applicant permission to install an automatic custody transfer system on the above described property.

Respectfully submitted,

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