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BLFORE ALL OIL SOUSLIVATION CONTESTOR OF

This State of LEW ARKING

1. 11. LATEL OF THE APPLICATION OF PETILIPS PLICOLING CONFAINT AND PMILLIPS CHEMICAL CONFAINT AND PULLIPS CHEMICAL CONFAINT AND PULLIPS CONFAINT AND SEPARATE LIASSS IN THE PACUME POOL, LAR DOUMTY, MICHINICO

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AFFLICATION

Some now Phillips Fetroleum Company and Phillips Chemical Journay and make this application for an order granting permission to contingle the Grayburg-San Andres production from parts of three separate State leases in the Facuum Fool of Lea County, Hew Lexico, into a common tank battery, and in support of the application state:

1.

Phillips Fetroleum Company is the sole owner and operator of the following State leases and leasehold estates located in Township 17 South, Range 35 hast, Lea County, New Lexico:

- State Lease No. 3-2073, covering, among other land, the JE/4 1E/4 of Section 19.
- (2). State Lease Lo. B-2368, covering, enong other land, the LM/2 CE/4 of Section 20.
- (3). State Lease 15. 8-1501, covering, among other land, the 12/4 1.3/4 of Section 29.

2.

Philkips Fetroleum Company is the operator and Phillips Chemical Company, its wholly owned subsidiary, is the sole owner of the following State leases and leasehold estates located in Township 17 South, Kanne 35 East, Lea County, New Mexico:

- (1). State Lease Fo. B-2388, covering, among other land, the 35/4 SE/4 and the NE/4 54/4 of Section 20.
- (2). State Lease No. 2-1501, covering, among other land, the NM/4 NM/4 of Section 29.

3.

Each of the above described six 40-acre tracts has located thereon an oil well producing from the Grayburg-ban Andres formation in the Vacuum Fool; and applicants request this Continsion to issue an order granting them permission to commingle the Grayburg-ban Andres production from these six wells and to gather such production into and to run the same from a common tank battery located in the 30/4SE/4 of said Jection 20.

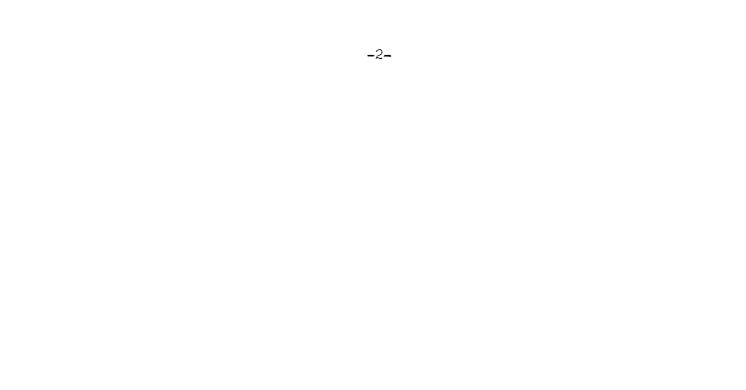
4.

All of the above described land is State land the beneficiary of which is the Common School Fund, so that approval of this application will neither result in waste nor impair correlative rights.

5.

The matter which is the subject of this application is being submitted to the Commissioner of Public Lands for his consideration, and his views will be made known to this Commission at the hearing hereon.

MartiFORE, Fhillips Fetroleum Company and Fhillips Chemical Company, the applicants herein, pray the Commission to set this application for a public hearing before an Examiner as soon as possible after September 1, 1960 (except during the week of September 1.2), the place of hearing being immaterial to applicants; that notices be



issued according to law; and that after such hearing this application be in all things granted.

Y OAFL M. JUNES F. O. Box 791 Midland, Texas

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