

DOCKET: REGULAR HEARING - WEDNESDAY - JANUARY 17, 1962

OIL CONSERVATION COMMISSION - 9 A.M. - MORGAN HALL, STATE LAND OFFICE
BUILDING, SANTA FE, NEW MEXICO

- ALLOWABLE: (1) Consideration of the oil allowable for February, 1962.
- (2) Consideration of the allowable production of gas for February, 1962, from ten prorated pools in Lea and Eddy Counties, New Mexico, also consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for February, 1962.

CASE 2475: Application of the Oil Conservation Commission, upon its own motion, for the amendment of Rule 309 to include the following:

Section C - Administrative Approval, Off-Lease Storage.

For good cause shown, the Secretary-Director of the Commission shall have authority to grant an exception to Rule 309-A to permit the production from one lease to be transported prior to measurement to another lease for storage thereon, provided an application reflecting ownership of the leases has been filed in triplicate with the Commission and is accompanied by plats of the leases showing thereon the wells on the leases and the formations in which they are completed and the proposed location of the tank battery, and provided further that:

1. All production is from the same common source of supply.
2. Commingling of production from the two leases will not result.
3. There will be no intercommunication of the handling, separating, treating, or storage facilities designated to each lease.
4. All parties owning an interest in the leases have consented in writing to the off-lease storage.

5. In lieu of paragraph 4 of this rule, the applicant may furnish proof of the fact that said parties were notified by registered or certified mail of his intent to transport prior to measurement the production from one lease to another lease for storage. The Secretary-Director may approve the application if, after a period of 20 days following receipt of the application, no party has made objection to the application.
6. Where State or Federal lands are involved, the applicant shall furnish evidence that the Commissioner of Public Lands for the State of New Mexico or the Regional Supervisor of the United States Geological Survey has consented to the proposed off-lease storage.

CASE 2476:

Southeastern New Mexico nomenclature case calling for an order creating new pools, extending and contracting certain existing pools in Eddy and Lea Counties, New Mexico.

- (a) Create a new oil pool for Seven Rivers production, designated as the Hackberry-Seven Rivers Pool and described as:

TOWNSHIP 19 SOUTH, RANGE 30 EAST, NMPM
Section 25: NE/4

- (b) Create a new oil pool for Lower Wolfcamp production, designated as the Henshaw-Lower Wolfcamp Pool, and described as:

TOWNSHIP 16 SOUTH, RANGE 30 EAST, NMPM
Section 24: W/2 & SE/4

- (c) Create a new oil pool for Blinebry production, designated as the North Justis-Blinebry Pool, and described as:

TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM
Section 1: NW/4

- (d) Create a new oil pool for McKee production, designated as the North Justis-McKee Pool, and described as: