

**APPLICATION FOR SURFACE COMMINGLING AND ALTERNATIVE GAS MEASUREMENT -  
ALLOCATION FROM INDIVIDUAL WELL METERS TO A COMMON SALES METER**

To: Bureau of Land Management  
P.O. Box 1778  
Carlsbad, New Mexico 88221-1778

Nearburg Producing Company is requesting approval for surface commingling and alternative gas measurement - allocation from individual well meters to a common sales meter from the following formation and well on Federal Lease No. NM-54289 & State Lease No. VB-0055; Amethyst State Com #1:

<u>Well</u>	<u>Location</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>Formation</u>
Amethyst State Com #1	1980' FNL, 900 FWL	32	24S	29E	Morrow

with hydrocarbon production (gas) production from the following formation and well on State Lease No. L-6425 & Federal Lease No. NM-82887; Ruby 30 State Com #1:

<u>Well</u>	<u>Location</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>Formation</u>
Ruby 30 State Com #1	1980' FEL, 990 FSL	30	24S	29E	Atoka

Production from the wells involved is as follows:

<u>Well Name and No.</u>	<u>BOPD</u>	<u>Oil Gravity</u>	<u>MCFPD</u>
Amethyst State Com #1	0	NA	365
Ruby 30 State Com #1	0	NA	25

The proposed operation is described in detail on the attached diagram.

A map is enclosed showing the lease numbers and location of all leases and wells that will contribute production to the proposed alternative gas measurement facility. The Amethyst State Com #1 is in the Wood Draw Morrow Field and the Ruby 30 State Com #1 is in the Salt Draw Atoka Field.

Standard three pen orifice meters are installed at each well and the sales meter on the El Paso system is a Total Flow electronic meter.

The sales measuring facility is located in the SE/4 NE/4 of Section 35, T24S, R28E, Eddy County, New Mexico. The BLM will be notified if there is any future change in the facility location.

Details of the proposed method for allocating production to the contributing sources is as follows:

Gas meters are installed on each well location to meter production volumes. The charts from these meters are read by Southern Flow Company and the volumes so determined are used to allocate the total sales from the common sales meter to each individual well.