

File in Northwest #4E 8-26N-12W

50 YEARS



TONEY ANAYA
GOVERNOR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION



1935 - 1985

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October 8, 1985

Consolidated Oil & Gas Inc.
P. O. Box 2038
Farmington, New Mexico 87499

Attention: Wayne L. Converse

RE: Surface Gas Commingling

Dear Mr. Converse:

Your application to surface commingle the gas production from each of twelve gas wells that are dually completed has been reviewed. It is our understanding that the upper gas zone will be metered after passing through the separator and the dehydrator and that the lower zone will be run through the separator and dehydrator and then be commingled with the gas from the upper zone and then metered. Also, this type of facility will allow exact allocation of production from each zone by means of the Subtraction Method. It is also our understanding that this type of design facility is necessary to meet minimum pipeline take requirements.

You are hereby authorized to surface commingle the gas production at each of the twelve dually completed gas wells listed below. Gas production from each zone shall be determined by the Subtraction Method and reported to this office on Division Form C-111. Furthermore, the liquid condensate production attributable to each gas zone shall be stored separately at each well location.

It is the responsibility of the operator to notify the transporter of this commingling authority.

Sincerely,

R. L. Stamets
Division Director

RLS/DC/bok