CASE 1903: Application of TEXACO Incto commingle from all wells on its STATE "BN" (NCT-1) lease.

Casa Mo.

1903

Application, Transcript, Small Exhibits, Etc. **_**5

BEFORE THE OIL CONSERVATION COMMISSION

OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF TEXACO INC. FOR AN EXCEPTION TO OCC RULE 303 TO COMINGLE THE LIQUID HYDRO-CARBONS FROM THE PENNSYLVANIAN AND WOLFCAMP RESERVOIRS UNDERLYING ITS NEW MEXICO "BN" (NCT-1) LEASE, LEA COUNTY, NEW MEXICO.

CASE No. 1903

APPLICATION

Comes now Texaco Inc. and respectfully alleges and states:

- 1. That it is the owner and operator of its State of New Mexico
 "BN" (NCT-1) Lease consisting of 160 acres located in the state SW1 of
 Section 25, Township 11 South, Range 32 East, Lea County, New Mexico.
- 2. Applicant is currently completing its State "BN" (NCT-1)
 Well No. 1 in the Moore (Pennsylvanian) and Moore (Wolfcamp) Pools. The
 well will be producing oil from the Pennsylvanian and the Wolfcamp completion will be a gas well which will produce commercial quantities of distillate. Applicant proposes to comingle the oil produced from the
 Pennsylvanian with the distillate produced from the Wolfcamp into the existing Pennsylvanian tank batteries.
- 3. Poth crudes are sweet with gravities of approximately 52.4° and 65° API, respectively, for the Pennsylvanian and Wolfcamp.
- 4. Under the proposed comingling the price of the comingled crudes will be slightly less than would be the price of the separate crudes.
- 5. Positive displacement type meters will be installed for the measuring of production from each reservoir prior to their comingling.
- 6. Attached hereto and marked EXHIBIT A and made a part hereof by reference is a plat showing the location of the subject lease, the well in question, and the location of all known off-set operators, together with their names and addresses.

WHEREFORE, Applicant prays that this matter be set down for hearing:

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that due notice thereof be given in accordance with law; and upon the evidence adduced at the hearing the Commission issue its Order permitting Applicant to comingle the liquid hydrocarbons as herein requested.

TEXACO INC.

BY GILBERT, WHITE AND GILBERT

Attorneys for Applicant P. O. Box 787 Santa Fe, New Mexico

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ALBUQUERQUE, NEW

PEFORE THE OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO

IN THE MATTER OF:

CASE 1903:

Application of Texaco Inc. for permission to commingle the production from two separate pools. Applicant, in the above-styled cause, seeks permission to commingle the liquid hydro-carbon production from the Moore-Pennsylvanian Pool and the Moore-Wolfcamp Gas Pool from all wells on its State "BN" (NCT-1) lease consisting of the SW/4 of Section 25, Township 11 South, Range 32 East, Lea County, New Mexico.

State Corporation Commission Hearing Room Capitol Building Santa Fe, New Mexico February 25, 1960

BEFORE:

Elvis A. Utz, Examiner

TRANSCRIPT OF HEARING

MR. UTZ: Case 1903.

MR. FLINT: Mr. Examiner, the Applicant in this case has requested that Case 1903 be dismissed.

MR. UTZ: Is there objection to the dismissal of Texaco Case 1903?

1903 will be dismissed.



<u>CERTIFICATE</u>

STATE OF NEW MEXICO)
) ss
COUNTY OF BERNALILLO)

I, J. A. TRUJILLO, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Proceedings before the New Mexico Oil Conservation Commission was reported by me in stenotype and reduced to typewritten transcript by me and/or under my personal supervision, and that the same is a true and correct redord to the best of my knowledge, skill and ability.

WITNESS my Hand and Seal, this, the 15 day of March, 1960, in the City of Albuquerque, County of Bernalillo, State of New Mexico.

NOTARY PUBLIC

My commission expires: October 5, 1960.

New Mexico Oil Conservation Commission



Care 1903

GILBERT, WHITE AND GILBERT

ATTORNEYS AND COUNSELORS AT LAW

BISHOP BUILDING

CARL H, GILBERT L. C. WHITE WILLIAM W. GILBERT SUMNER S. KOCH WILLIAM B. KELLY

SANTA FE, NEW MEXICO

January 25, 1960

New Mexico Oil Conservation Commission State Capitol Building Santa Fe, New Mexico

Attention: Ida Rodriguez

Dear Ida:

Enclosed herewith is original and two copies of Texaco Inc.'s Application to comingle liquid hydrocarbons on their New Mexico "BN" (NCT-1) Lease.

I should like to request that this Application be heard at the earliest opportune time following the January 27th hearing.

Thanking you for your usual courtesies, I am

Sincerely,

LCW: LG Enclosures Leer he f L. C. VHITE Chas to York

NEW CASES

CASE 1901

Application of Caulkins Oil Company for a gas-gas dual completion and for establishment of a 320-acre non-standard Dakota gas unit. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its PC-233 Well, located in Unit D, Section 16, Township 26 North, Range 6 West, Rio Arriba County, New Mexico, in such a manner as to permit the production of gas from the South Blanco-Pictured Cliffs Pool and the production of gas from the Dakota Producing Interval. Applicant further seeks the establishment of a 320-acre non-standard gas unit in the Dakota Producing Interval consisting of the N/2 N/2 and S/2 NW/4 and N/2 SW/4 of said Section 16 to be dedicated to said PC-233 Well.

CASE 1902:

Application of Kenneth Murchison & Company for permission to commingle the production from two separate non-contiguous leases. Applicant, in the above-styled cause, seeks permission to commingle the Bisti-Lower Gallup Oil Pool production from the Federal lease NM-036255-A, consisting of the S/2 SE/4 of Section 3 and the Federal Lease NM-036255-B, consisting of the S/2 NE/4 of said Section 3, Township 25 North, Range 12 West, San Juan County, New Mexico.

CASE 1903:

Application of Texaco Inc. for permission to commingle the production from two separate pools. Applicant, in the above-styled cause, seeks permission to commingle the liquid hydrocarbon production from the Moore-Pennsylvanian Pool and the Moore-Wolfcamp Gas Pool from all wells on its State "BN" (NCT-1) lease consisting of the SW/4 of Section 25, Township 11 South, Range 32 East, Lea County, New Mexico.

CASE 1904:

Application of Sunray Mid-Continent Oil Company for an amendment of Order R-1414, as amended by R-1414-A and R-1414-B. Applicant, in the above-styled cause, seeks an order amending the provisions of Order R-1414 which relate to assignment and transfer of allowables in the Central Bisti LPG-Gas-Water Injection Project, Bisti-Lower Gallup Oil Pool, San Juan County, New Mexico.

CASE 1905:

Application of Humble Oil & Refining Company for an oil-oil dual completion utilizing parallel strings of small diameter casing cemented in a common well bore.

Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its State M-20 Well, located 1930 feet from the North line and 1980 feet from

OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE. NEW MEXICO

March 3, 1960

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Mr. Booker Kelly Mr. Charles White P. O. Box 787 Santa Pe, New Mexico

Gentlemen:

On behalf of your clients, Texaco Inc. and Kenneth Murchisen & Company, we enclose two copies of Order R-1615 in Case 1903 and Order R-1621 in Case 1902. These orders were issued by the Oil Conservation Commission this date.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

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DEFORE THE OIL COMSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE NATTER OF THE HEARING CALLED BY THE OIL CONSTRVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF COMSIDERING:

> CASE No. 1903 Order No. R-1615

APPLICATION OF TEXACO INC. FOR PERMISSION TO COMMINGIA THE PRODUCTION FROM TWO SEPARATE POOLS IN MEA COUNTY, NEW MEXICO

ORDER OF THE COMMISSION

BY THE CONCLISION:

This cause came on for hearing at 9 o'clock a.m. on February 15, 1960, at Santa Fe, New Muxico, before Elvis A. Uts, Examiner Frly appointed by the Oil Conservation Commission of New Mexico, hareinefter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this Sed day of March, 1960, the Commission, a quorum being present, having considered the application and the recommendations of the Examiner, Elvis A. Utz, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Texaco Inc., has requested that Case No. 1903 be <u>dismissed</u>.

IT IS THEREFORE ORDERED:

That Case No. 1903 be and the same is hereby dismissed.

NOME at Santa Fe, New Mexico, on the day and year hereinabove

STATE OF HEN MEXICO
OIL CONSERVATION CONNISSION
NOISE BURNOUGHS, Chairman

HURRAY I., MORGAN, Member

A. L. PORTER, Jr., Member & Secretary