P. O. Box 1416 Roswell, New Mexico January 26, 1967

PC-316

New Mexico Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico

Dear Sir:

Sunray DX Oil Company hereby requests permission to commingle the Blinebry and Drinkard production on the Elliott "A" lease located in the E 1/2 of the N 1/4 of Section 21, T-21-S, R-37-E.

In compliance with Rule 303 the following data is submitted for your approval.

- (1) Blinebry oil gravity; Drinkard oil gravity.
- (2) Daily production from each pool.
- (3) Commingled gravity.
- (4) Schematic diagram of proposed installation.
- (5) Plat of the subject lease.
- (6) Value of commingled oil as compared with the individual pool production.
- (7) A copy of the approval to commingle this production from the United States Geological Survey.

Yours truly,

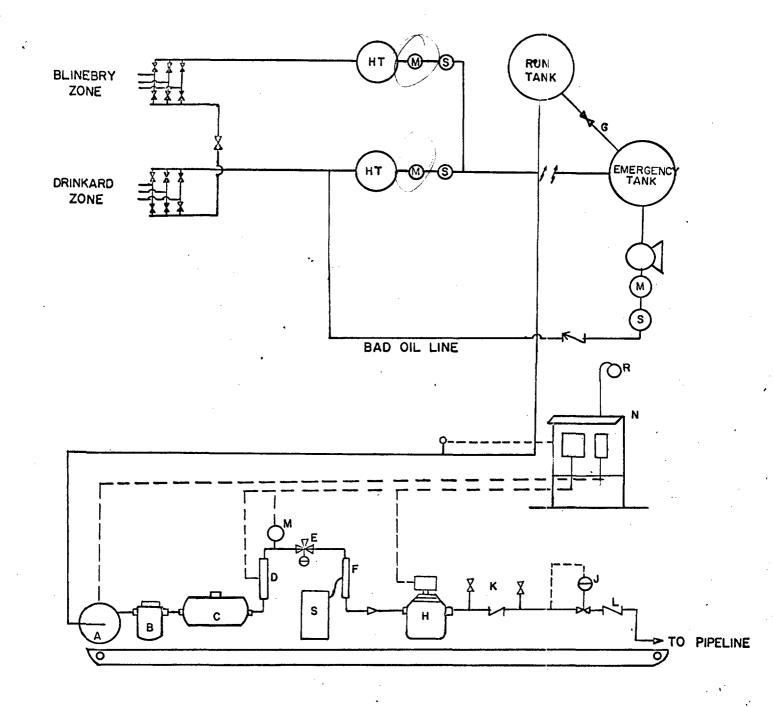
SUNRAY DX OIL COMPANY

AD & Dora

B. F. Brawley District Engineer

BFB:DF:sk

Enclosures



- A Pump Sized for Max. Daily Production
- B Strainer (Combination)
- C Deareator (Combination)
- D BS&W Capacitence Probe
- E 3-way Diverting Valve;
- F Sampler
- G Equalizing Line
- H Meter w/Temp. Compensator and Non-Reset Counter
- J Back Press. Valve
- K Prover By-Pass Loop
- L Check Valve
- N Skid Mounted Control Rack w/BS&W Monitor, Motor Starter, Transformer
- R Malfunction Signal Light
- S Sample Container

Sunray DX Oil Company Battery Diagram Elliott "A" Battery Lea County, New Mexico

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Drinkard Open Hole 6525-6630 1 O Blinebry (0i1) Perf (1/Ft) 5104-14-35-55-65 3 C Tubb (Gas) Pérfs 6150-78, 6202-32, 6245-67 (4 Shots/Ft) Drinkard Perfs 6520-6635 (Open Hole)  $\bigcirc$  4 Blinebry (0i1) Perfs 5793,5805, 26-48-56 (2/ft) 1" = 330" Sunray DX Oil Co. Elliott "A" Lease

## Commercial Value of Oil Prior and After Commingled

(Based on Oct Production)

Blinebry					
2268 Bbl/mo	37.9° API	\$2 <b>.</b> 97/Bb1	=	\$6735.86	
Drinkard					
852 Bb1/mo	43.1° API	\$3.01/Bbl	=	\$2564 <b>.</b> 52	
Total Income				\$9300.38	
Commingled Production					
3120 Bb1/mo	40.5° API	\$2 <b>.</b> 99/BЪ1	-	\$9328.80	
Increase due to commingling				\$28.80	

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U. S. G. S. December 27, 1966 Page 2

Commingled gravity of Drinkard-Blinebry Oil

Drinkard Production 70 BOPD at 43.1° API

Blinebry Production 65 BOPD at 37.9° API

Commingled Gravity	=	(Drkd Production)	(°API) + B1by	Production (°API)
-		Drkd Prod.	+	Blbry Prod.
		Total Prod.		Total Prod.

=	70	(43.1)	+	65	(37.9)
	135			135	
	70		+	65	
	135			135	

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=	22.34	+	18.24
	.5185	+	.4814

Commingled Gravity	y =	40.58	=	40.58°	API
		.9999			



UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY Drawer 1857 Roswell, New Mexico 88201

January 5, 1967

Sunray DX 011 Company P. O. Box 1416 Roswell, New Mexico 88201

Attention: Mr. B. F. Brawley

Gentlemen:

Your letter of December 27 requests approval to commingle Blinebry and Drinkard production from wells in the  $E_2^{1}NE_2^{1}$  sec. 21, T. 21 S., R. 37 E., Lea County, New Mexico, lease Las Cruces 032591(a). Approval of automatic custody transfer equipment to handle the commingled production is also requested.

The systems for commingling and custody transfer described by the diagram attached to your letter are hereby approved.

You are requested to notify our Hobbs office when the installation is completed so that a field inspection of the systems can be made.

Sincerely yours,

A reve JOHN A ANDERSON

Regional Oil and Gas Supervisor