SUN OIL COMPANY MEADOW PARK BUILDING, POST OFFICE BOX 2880, DALLAS, TEXAS 75221



P. O. Box 1861 Midland, Texas 79701

January 14, 1971

Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Commingling of The Drinkard and the Penrose Skelly Grayburg Pools under the W. W. Weatherly Lease, Lea County, New Mexico

Attention: Mr. D. S. Nutter

Sun Oil Company hereby requests exception to rule 303 (A) for permission to commingle top allowable production from the Weatherly #3 in the Penrose Skelly Grayburg Pool and marginal production from the Weatherly #2 in the Drinkard Pool under the W. W. Weatherly Lease located in Section 17, T-21-S, R-37-E, Lea County, New Mexico.

Well #3 has just been recompleted in the Penrose Skelly Grayburg Pool and is capable of top allowable production with very little water. We propose to meter this pool and periodically obtain BS&W contents.

Well #2 is a marginal producer in the Drinkard pool and we propose to allocate its production in the basis of periodic well tests. These two wells produce into a separate battery than wells #1-T and #4.

The W. W. Weatherly lease is a 100% Sun Oil Company interest lease with common royalty ownership. Gravity of the lease oil from both pools is 35° API and sells for an average of 3.04 \$/bbl. because the gravities are the same, there will be no change in the gravities or the price of the commingled oil.

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We believe this facility will give a economic means of receiving, measuring and storing of the produced hydrocarbon.

A schematic diagram of the present and proposed facilities, a lease plat and well tests are attached.

Yours truly,

SUN OIL COMPANY

Jack Andrews

District Engineer

PEP/jc

Attachments/as

W. W. WEATHERLY

LEASE PRODUCTION BOPD

DRINKARD ZONE	SEPT.	OCT.	NOV.	DEC.
#2	10	12	13	16

Total Average Production 13 BPCD

GRAVITY		<u>°API</u>	\$/BBL.
	DRINKARD	35	3.04
	PENROSE SKELLY GRAYBURG	35	3.04

COMMINGLED GRAVITY

35° API

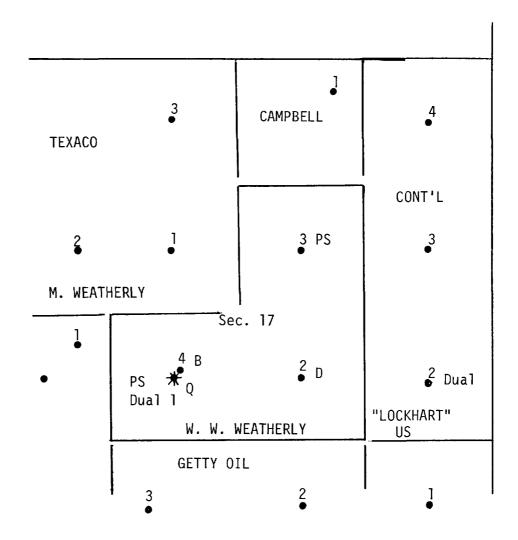
PIPE LINE SHELL

SUN OIL COMPANY

W. W. WEATHERLY LEASE

SEC. 17, T-21-S, R-37-E

LEA COUNTY, NEW MEXICO



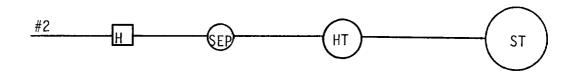
Producing Formations B Blinebry

Drinkard

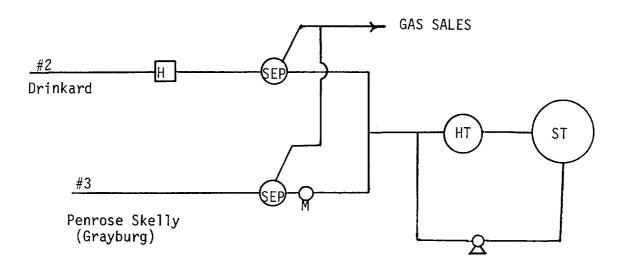
PS Penrose Skelly

PRESENT FACILITIES

Drinkard Pool



PROPOSED FACILITIES



M = Meter

H = Header

HT = Heater Treater

ST = Stock Tank