



Production Department
Hobbs Division
Western Hemisphere Petroleum Division

Continental Oil Company
P.O. Box 460
1001 North Turner
Hobbs, New Mexico 88240
(505) 393-4141

June 8, 1977

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

Gentlemen:

Pool Commingling - Pearsall BX Lease

Continental Oil Company proposes to commingle the production from the Pearsall Queen Pool with the production from the Maljamar Grayburg San Andres Pool on its Pearsall BX Lease. This lease is located in Section 34, T-17S, R-32E, Lea County, New Mexico.

Well No. 3 produces 6 BOPD, 21 BWPD and 4 MCFGPD from the Maljamar Grayburg San Andres Pool. The gravity of this crude is 39.1. Well No. 2 produces 32 BOPD, 0 water and gas. The gravity of this crude is 38.4.

The royalty owner in both these wells is the United States Government. There will be no royalty lost as a result of this commingling.

Attached is a schematic showing the proposed commingling facility, a lease plat identifying the wells involved and showing location of proposed commingled battery and a letter of approval from USGS.

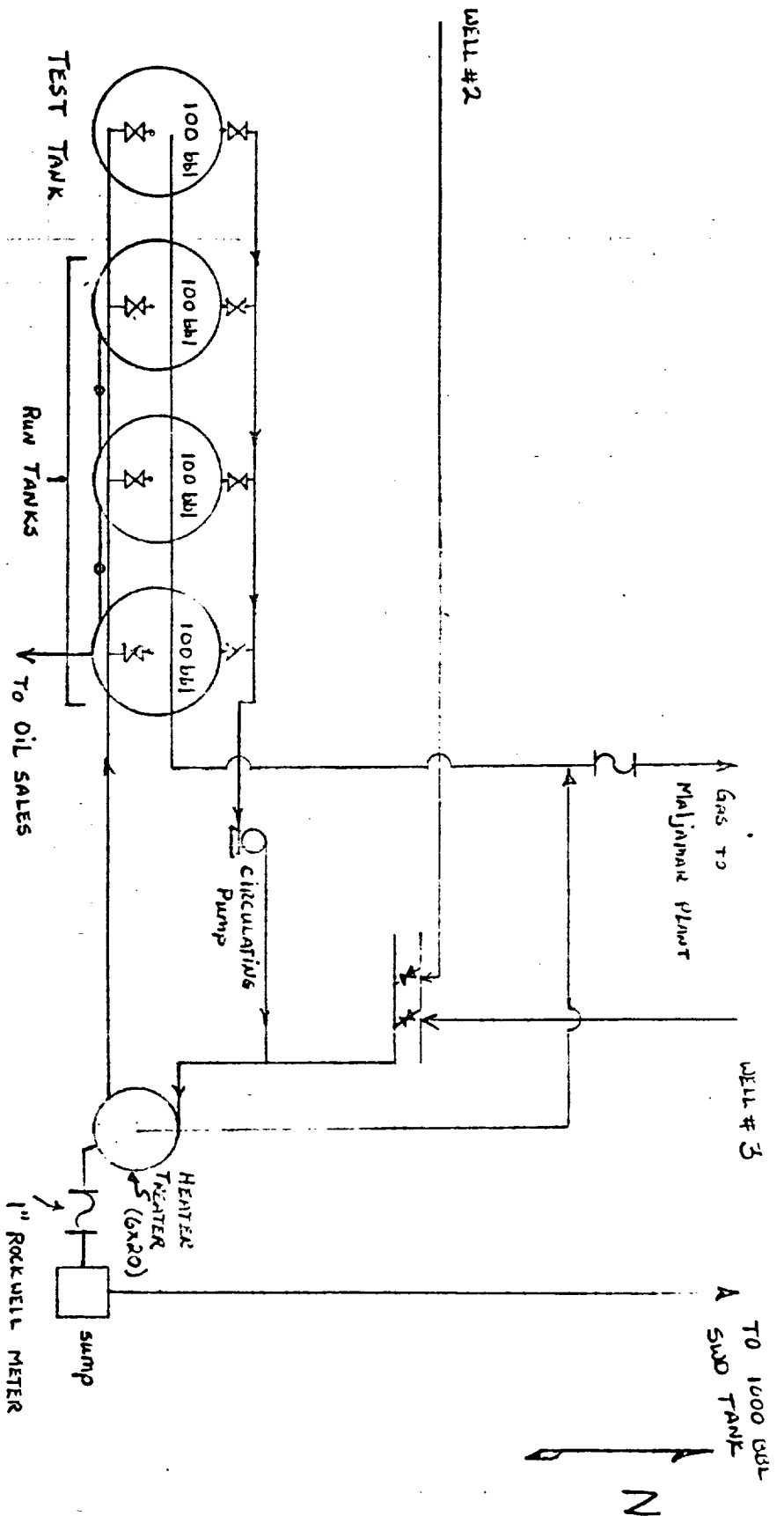
Your early approval of this proposed commingling is respectfully requested.

Yours very truly,

A handwritten signature in cursive script, appearing to read "E. L. Oshlo".

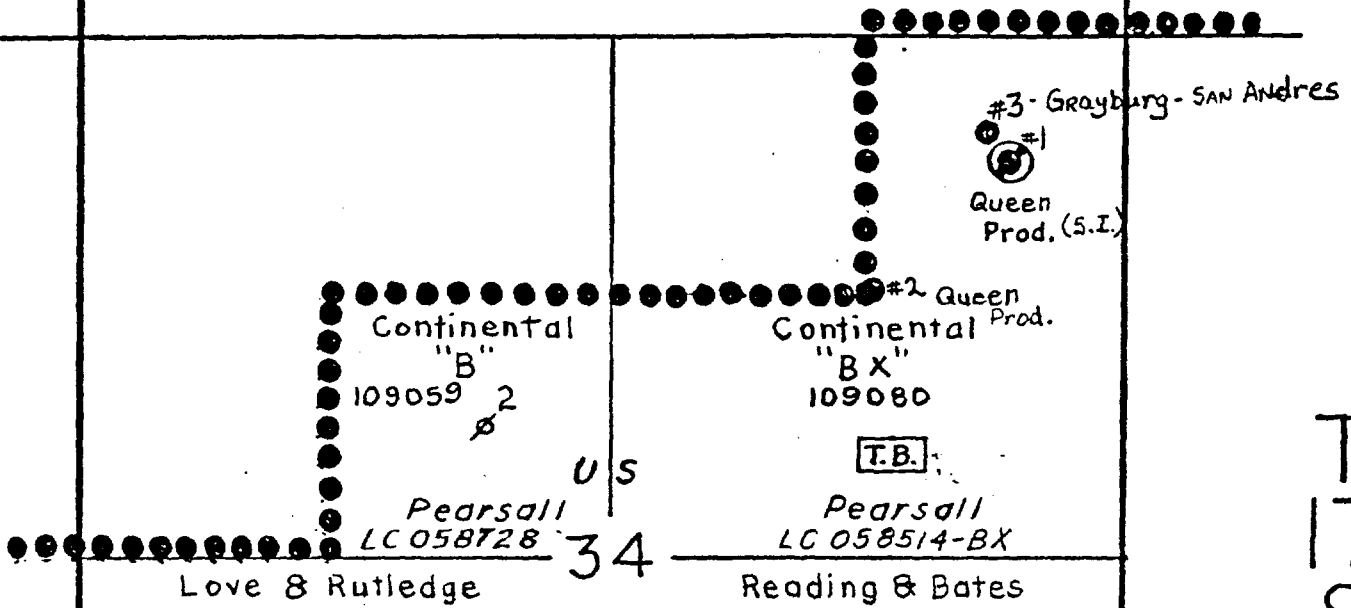
E. L. Oshlo
Assistant Division Manager

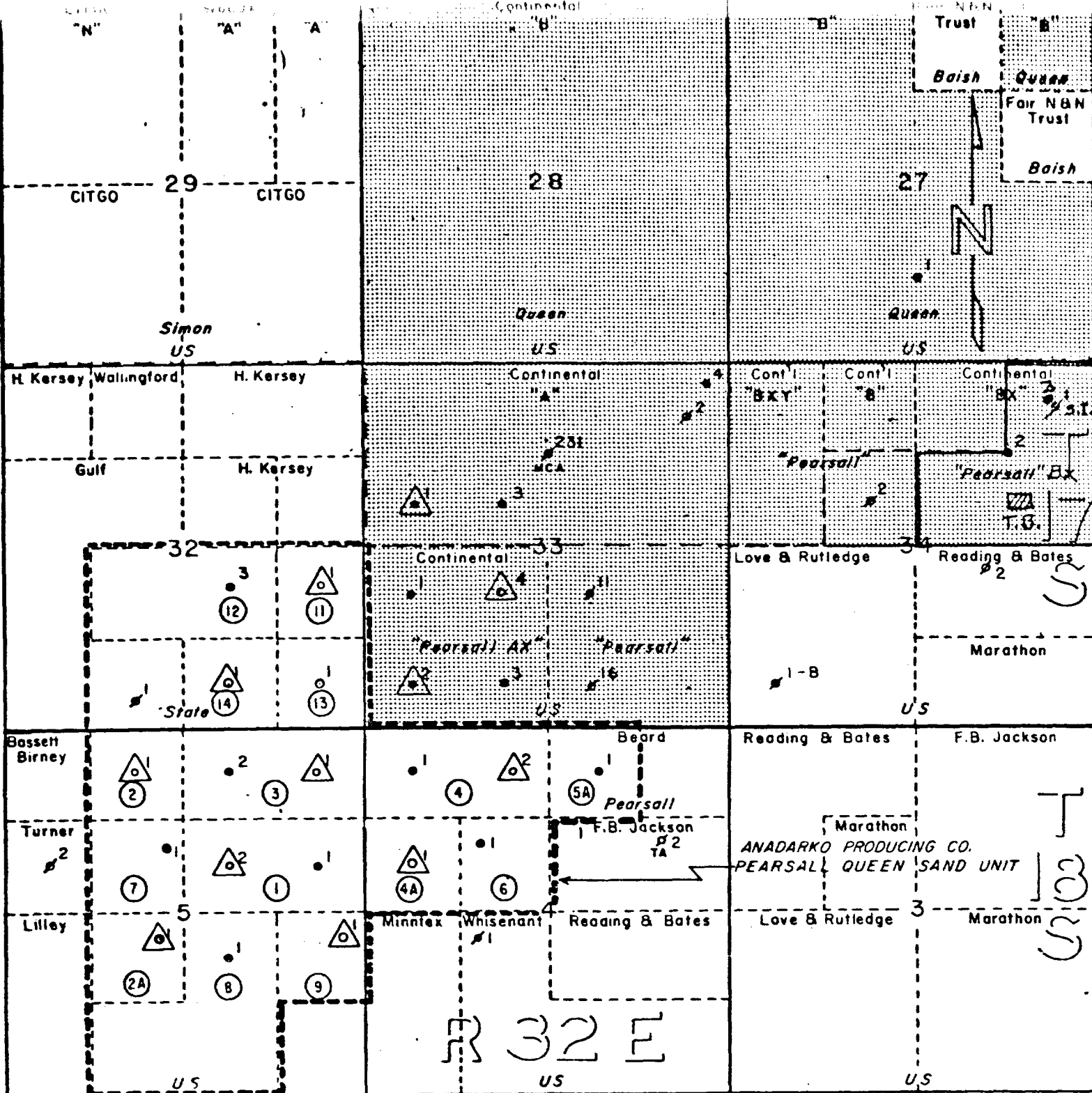
BEG:rej
Enc
CC:
NMOCC
P.O. Box 1980
Hobbs, NM 88240



NOTE: Will shut-in one well when we are testing the other well.

R-32-E





—LEGEND—

Pearsall Queen Wells Shown

③ Tract Numbers

CONTINENTAL OIL COMPANY
PRODUCTION DEPARTMENT
HOBBS DISTRICT

Lea County, New Mexico

SCALE
0 1000' 2000'

RFL



United States Department of the Interior

GEOLOGICAL SURVEY

P. O. Box 1157
Hobbs, New Mexico 88240

Continental Oil Company
Post Office Box 460
Hobbs, New Mexico 88240

Attention: E. L. Oshlo

Gentlemen:

Your letter application of June 1, 1977 requests approval to commingle production from the Pearsall Queen pool with production from the Maljamar Grayburg-San Andres pool on the Pearsall BX lease Las Cruces 058514(b) in the NE $\frac{1}{4}$ sec. 34, T. 17 S., R. 32 E., Lea County, New Mexico.

Commingleing the Queen production with the Grayburg-San Andres production is hereby approved subject to like approval by the New Mexico Oil Conservation Commission.

Sincerely yours,

Arthur R. Brown
District Engineer

RECEIVED HOBBS DIVISION			
JUN 8 77			
	Noted	Noted	Noted
Div. Manager			
Asst. Div. Man'g'r			
Div. Engr.			
Cons. V. Coord.			✓
Sup. Prod. Enr.			
Sup. Resv. Enr.			
Prod. Supt.			
Adm. Supv. BDL	✓	✓	
Sys. Supv.			
Training Coord.			
Div. Off. Mgr.			
BEG			✓

June 7, 1977

