BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF EXXON CORPORATION FOR LEASE COMMINGLING, LEA COUNTY, NEW MEXICO.

No.	11904
No.	

APPLICATION

Exxon Corporation hereby applies for an exception to Division Rule 309 to permit lease commingling, as described further below:

- 1. Applicant is the operator of the A.J. Adkins Lease, which covers the W½ of Section 10, Township 21 South, Range 36 East, NMPM. Ownership of the lease varies: The well unit for the Blinebry Oil Com. Well No. 1, covering the N½NW¼ of Section 10, has different ownership than the S½NW¾ and SW¾ of Section 10.
- 2. Applicant proposes to commingle Oil Center-Blinebry Pool production from up to four (4) wells located on the subject lease and lands in a common tank battery to be located in the W½ of Section 10, without separately metering production, by allocating production to each well and to each portion of the lease on the basis of monthly well tests.
- 3. Notice of this application has been given to all leasehold interest owners, by certified mail.
- 4. The granting of this application is in the interests of conservation, the prevention of waste, and the protection of correlative rights.

WHEREFORE, applicant requests that the Division approve lease commingling of Oil Center-Blinebry Pool production from the above-described lease and lands.

Respectfully submitted,

James Bruce
P.O. Box 1056
Santa Fe, New Mexico
(505) 982-2043

Attorney for Exxon Corporation

PROPOSED ADVERTISEMENT

CONSERVATION DIVISION

: Application of Exxon Corporation for lease commingling, Lea County, New Mexico. Applicant seeks an exception to Division Rule 309 to permit lease commingling of Oil Center-Blinebry Pool production from 4 wells drilled or to be drilled on its A.J. Adkins Lease and the Blinebry Oil Com. No. 1 well unit, covering the W½ of Section 10, Township 21 South, Range 36 East, NMPM, without separately metering production from each well. Said area is centered approximately one-quarter mile southeast of Oil Center, New Mexico.

ATTORNEY AT LAW

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(505) 982-2043 (505) 982-2151 (FAX)

December 16, 1997

Hand Delivered

Florene Davidson Oil Conservation Division 2040 South Pacheco Street Santa Fe, New Mexico 87505

Dear Florene:

Enclosed are an original and two copies of an application for lease commingling, and a proposed advertisement, filed on behalf of Exxon Corporation. Please set this matter for the January 8, 1998 Examiner hearing. Thank you.

Very truly yours,

James Bruce

Attorney for Exxon Corporation

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Case 11904