

1719

STATE LAND OFFICE

Santa Fe, New Mexico

Refer Permit
Oil & Gas Royalty



MURRAY E. MORGAN
COMMISSIONER

October 28, 1959

Gulf Oil Corporation
P. O. Drawer 669
Roswell, New Mexico

Attention: Mr. W. A. Shellshear

Dear Sir:

This is an answer to your letter of October 23, 1959 regarding the commingling of the Eumont oil production, located on the NE 1/4 of Section 35 and the NW 1/4 SW 1/4 of Section 25-20S-37E, State of New Mexico Lease B-230, wells, Bell-Ramsay NCT-D and Bell-Ramsay NCT-J.

✓ Since these wells are both dedicated to the same institution, this will be your permission to commingle said oil.

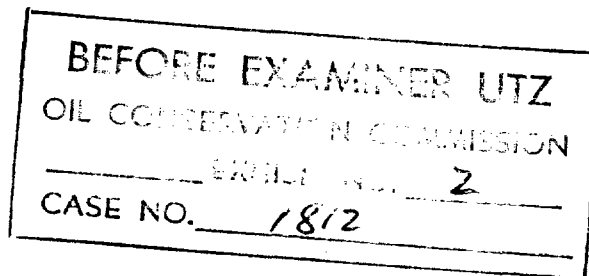
Very truly yours,

MURRAY E. MORGAN
Commissioner of Public Lands
By:

Ted Filberry, Supervisor
Oil and Gas Division

TR:ML:mb

ILLEGIBLE





PETROLEUM AND ITS PRODUCTS

GULF OIL CORPORATION

P. O. DRAWER 1290 FORT WORTH, TEXAS

H. P. REARDON
DIVISION
PETROLEUM ENGINEER

FORT WORTH
PRODUCTION DIVISION

October 28, 1959



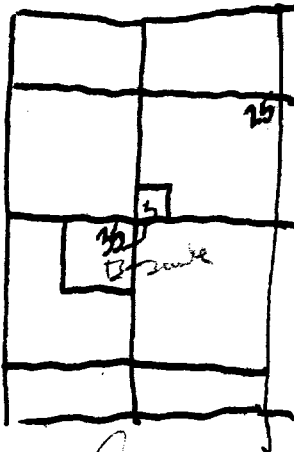
Oil Conservation Commission
State of New Mexico
P. O. Box 871
Santa Fe, New Mexico

Re: Application of Gulf Oil Corporation for Exception to Rule 309 for their Bell Ramsay (NCT-D) and Bell Ramsay (NCT-J) Leases, Located in the Eumont Pool, Lea County, New Mexico

Gentlemen:

Gulf Oil Corporation herewith makes application for exception to Rule 309 of the Rules and Regulations of the New Mexico Oil Conservation Commission to allow the use of storage and test facilities existing on Gulf's Bell Ramsay (NCT-D) Lease, being the NE/4 of Section 35, T-20-S, R-37-E, to handle the production from Gulf's Bell Ramsay (NCT-J) Lease, comprising the SW/4 of the SW/4 of Section 25, T-20-S, R-37-E, Lea County, New Mexico. Applicant seeks exception to that portion of Rule 309 which requires that oil shall not be transported from a lease until it has been received and measured in tanks located on the lease. The wells located on these leases are producing oil from the Eumont Pool. In support of this request, applicant states the following:

- (1) There is no diversity of royalty or working interests underlying the above described leases.
- (2) All wells are producing from the Eumont Pool.
- (3) The existing storage facilities on the Bell Ramsay (NCT-D) Lease are adequate to handle production from each well on the two leases. There is one flowing well on each lease.
- (4) A test separator and test line to the storage tanks will be installed, which will provide adequate facilities at the central battery to take all required tests.
- (5) The approval of this application will result in substantial savings in steel, reduce the cost of operation and maintenance, prevent waste and will protect correlative rights.



Rocked Mailed
11-12-59 *JK*

