



CARLTON BEAL
ALLEN K. TROBAUGH

GENERAL PARTNERS

BTA OIL PRODUCERS

104 SOUTH PECOS
MIDLAND, TEXAS
PHONE MU 2-3753

MAIN OFFICE 000

1962 JAN 22 AM 8:39

January 17, 1962

Handwritten: CTR
1962

Mr. A. L. Porter, Jr.
Secretary - Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

In re: Comingling Permit
BTA Oil Producers'
Union Lease

Dear Mr. Porter:

BTA Oil Producers respectfully requests exception to New Mexico Oil Conservation Commission Rule 309-A to permit the comingling of production from two state leases shown on the attached plat and described as follows:

Lease No. OG-453 consisting of the E/2 of NW/4 of Section 17 and W/2 of SW/4 of Section 17, T-17-S, R-34-E, NMPM, Lea County, New Mexico

Lease No. OG-454 consisting of the E/2 of NE/4 of Section 17, and W/2 of SE/4 of Section 17, T-17-S, R-34-E, NMPM, Lea County, New Mexico

All the requirements of Rule 309-B are met by these leases and supporting data are attached and discussed as follows:

1. All Production is from the same common source of supply - the Grayburg-San Andres formation.
2. Adequate facilities will be provided for accurately determining production from each well at reasonable intervals. The attached sketch of the tank battery shows that a test separator will be provided to permit tests of each well at any time. We propose to conduct monthly tests of the productive capacity of each well in accordance with provisions of the New Mexico Oil Conservation Commission manual for the installation and operation of comingling facilities dated September 13, 1961.
3. All parties owning an interest in the leases and the purchaser of the comingled production have consented in writing to the comingling of production from the separate leases.
 - (a) The ownership of the two leases in question is identical and broken down as follows:

Mr. A. L. Porter, Jr.
Page Two

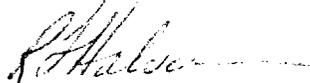
January 17, 1962

State of New Mexico	12.50%
Southern Union Production Company (ORR)	6.25%
Jack L. McClellan (ORR)	1.25%
BTA Oil Producers - Working Interest	<u>80.00%</u>
Total	100.00%

- (b) Letters from the various owners consenting to the comingling request are attached.
- (c) A letter of consent from the Texas New Mexico Pipe Line Company, the purchaser of the comingled production is attached.

Currently, the Union No. 1 produces into the tank battery located as shown on the attached lease plat, and the Union No. 2 produces into a test tank located at the well site. Your early consideration of this request will be appreciated.

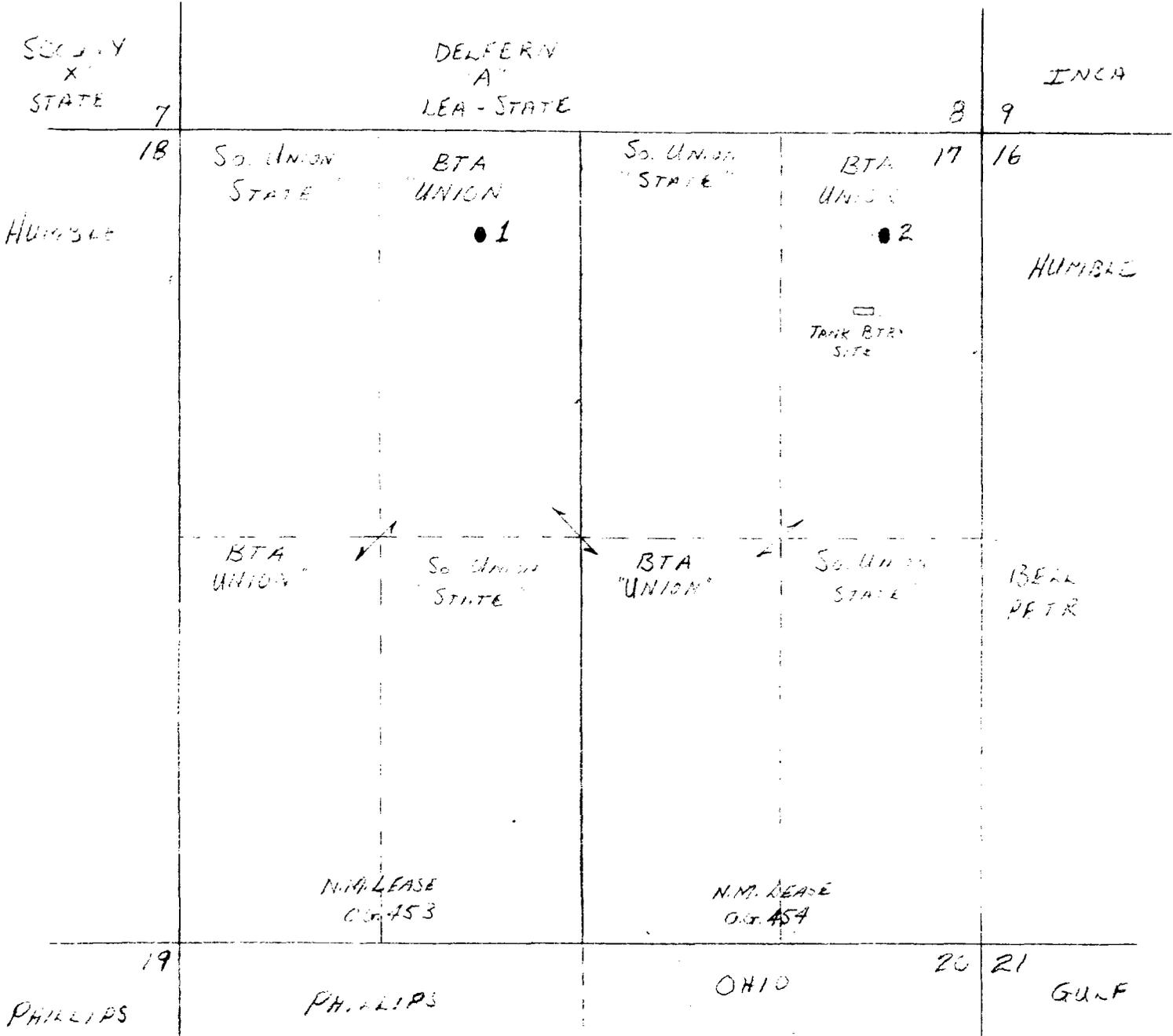
Very truly yours,



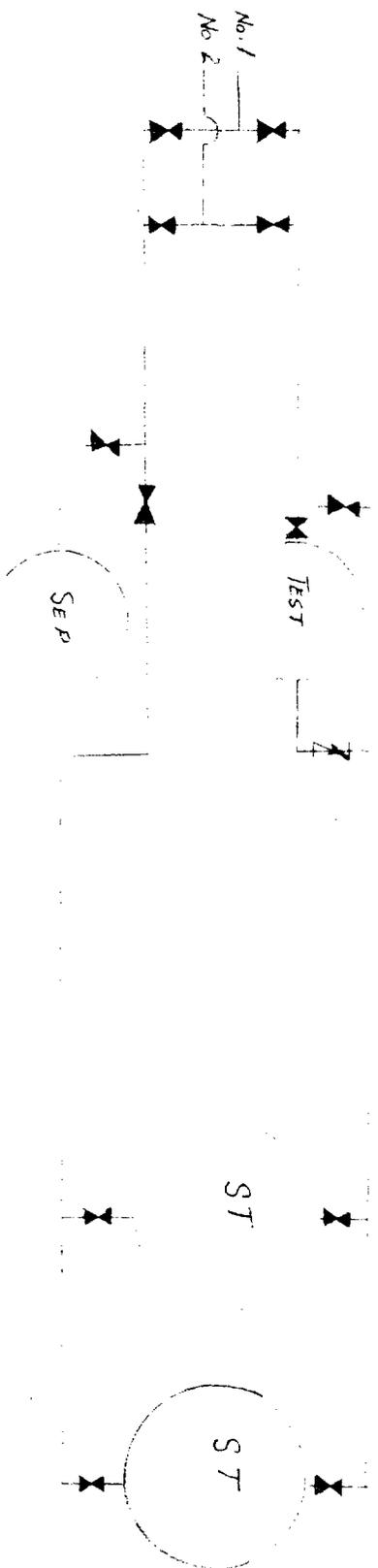
R. L. Halvorsen
For BTA Oil Producers

RLH/kh

Attachment

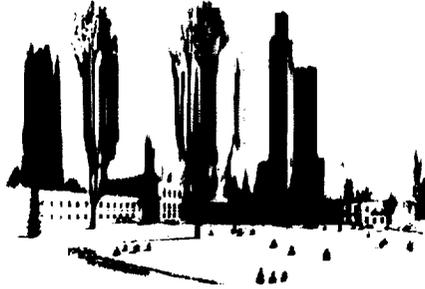


BTA OIL PRODUCERS "UNION" LEASE
 SEC 17 T-17-S R-34-E NMPMT
 LEA COUNTY, N. M.
 1" = 1000'



37A OIL PRODUCERS
 UNION LEASE
 SECTION 17 T11S R-34-E N1/4M
 LEA COUNTY NM

State of New Mexico



Commissioner of Public Lands

E. S. JOHNNY WALKER
COMMISSIONER



P. O. BOX 791
SANTA FE, NEW MEXICO

December 26, 1961

BTA Oil Producers
104 South Pecos
Midland, Texas

Attention: Mr. R. L. Halvorsen

Dear Mr. Halvorsen:

We have no objection to the commingling of the production from State Leases OG-454 and OG-453, insofar as Section 17, T. 17 S, R. 34 E., is concerned.

This entire section belongs to the common schools of New Mexico, and, therefore, all royalties will be designated to this beneficiary.

We wish to thank you for your cooperation in this matter.

Yours very truly,

E. S. JOHNNY WALKER
Commissioner of Public Lands

A handwritten signature in cursive script that reads "Ted Bilberry".

By:
Ted Bilberry, Supervisor
Oil and Gas Division

ESW:TB:eq

SOUTHERN UNION PRODUCTION COMPANY

FIDELITY UNION TOWER

DALLAS 1, TEXAS

December 11, 1961

BTA Oil Producers
104 South Pecos
Midland, Texas

Attention Mr. R. L. Halvorsen

Gentlemen:

Southern Union Production Company has no objections to the comingling of production from the leases described as the E/2 of Section 17, T-17S, R-34E, Lea County, New Mexico and the W/2 of Section 17, T-17S, R-34E, Lea County, New Mexico.

Very truly yours,



W. H. Cloyd, District Landman

nb
FO 145

8TH FLOOR
PETROLEUM BUILDING

JACK L. MCCLELLAN
GEOLOGIST
ROSWELL, NEW MEXICO

MA 2-2444 OFFICE
MA 2-4076 HOME

DECEMBER 7, 1961

BTA OIL PRODUCERS
104 SOUTH PECOS
MIDLAND, TEXAS

RE: BTA "UNION" LEASE
COMINGLING PRODUCTION

LEASE NO. OG-454 CONSIST-
ING OF THE E/2 OF SEC-
TION 17, T-17-S, R-34-E,
NMPM, LEA COUNTY, N. M.

LEASE NO. OG-453 CONSIST-
ING OF THE W/2 OF SEC-
TION 17, T-17-S, R-34-E,
NMPM, LEA COUNTY, N. M.

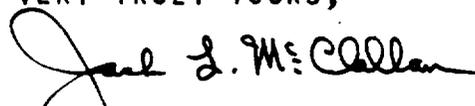
ATTN: MR. R. L. HALVORSEN

GENTLEMEN:

THIS LETTER IS IN RESPONSE TO YOUR LETTER OF DECEMBER 5
REQUESTING MY CONCURRENCE TO COMINGLING OIL IN A COMMON
TANK BATTERY ON THE ABOVE REFERRED TO LEASES.

THIS LETTER IS TO GIVE MY APPROVAL FOR THE PROPOSED CO-
MINGLING OF THE ABOVE LEASES.

VERY TRULY YOURS,


JACK L. MCCLELLAN

JLMc:DT

TEXAS-NEW MEXICO PIPE LINE COMPANY

F. B. WHITAKER, JR.
DIVISION MANAGER

December 12, 1961

P. O. BOX 1510
MIDLAND, TEXAS

Re: BTA "Union" Leases
Commingling Production

BTA Oil Producers
104 South Pecos
Midland, Texas

Attention: Mr. R. L. Halvorsen

Gentlemen:

This is in reply to your letter dated
December 5, 1961, concerning the above subject.

We will consent to take the commingled
production from the two BTA "Union" Leases located
in Section 17, T-17-S, R-34-E, Lea County, New
Mexico.

Yours very truly,

F. B. Whitaker, Jr.

LPS-btk