

**WATER FLOOD ASSOCIATES, INC.**

301 BOOKER BLDG.  
ARTESIA, NEW MEXICO

P. O. BOX 376

PHONE SH 6-6032

JULY 24, 1962

RECEIVED JUL 27 1962

OTB-37

OIL CONSERVATION COMMISSION  
Box 871  
SANTA FE, NEW MEXICO

ATTENTION: MR. DAN S. NUTTER, CHIEF ENGINEER

DEAR MR. NUTTER:

WITH REFERENCE TO YOUR LETTER OF FEBRUARY 13, 1962, WE HAVE OBTAINED THE APPROVAL OF ALL INTERESTED PARTIES TO COMMINGLE THE PRODUCTION FROM OUR LEASES IN SECTIONS 13, 14, AND 23, T-18S, R-28E, ARTESIA POOL, EDDY COUNTY. PLEASE ACCEPT THIS LETTER AS OUR APPLICATION FOR ADMINISTRATIVE APPROVAL FOR COMMINGLING THE PRODUCTION UNDER RULE 309-B.

THE LEASES FOR WHICH APPROVAL IS REQUESTED ARE AS FOLLOWS:

LEASE B-6474-9 ISSUED BY THE STATE OF NEW MEXICO DATED MAY 11, 1936, COVERING THE N/2 NW/4 SECTION 14, T-18S, R-28E

LEASE B-11594-3 ISSUED BY THE STATE OF NEW MEXICO DATED NOVEMBER 10, 1944, COVERING THE S/2 NW/4 SECTION 13; S/2 NW/4, SE/4 SW/4, SE/4 SE/4 SECTION 14, T-18S, R-28E

LEASE B-1287-3 ISSUED BY THE STATE OF NEW MEXICO DATED APRIL 10, 1947, COVERING THE N/2 NW/4 OF SECTION 13; NE/4, SW/4 SW/4 SECTION 14; AND NE/4 NW/4, NW/4 NE/4 OF SECTION 23, T-18S, R-28E

AS SHOWN ON THE ATTACHED PLAT.

IN ACCORDANCE WITH RULE 309-B, THE FOLLOWING IS SUBMITTED:

1. ALL PRODUCTION IS FROM THE GRAYBURG-SAN ANDRES PRODUCTIVE ZONE AS ESTABLISHED AS THE PRODUCING INTERVAL FOR THE ARTESIA POOL.
2. ADEQUATE FACILITIES WILL BE INSTALLED TO ACCURATELY DETERMINE THE PRODUCTION FROM EACH WELL AT REASONABLE INTERVALS.

OIL CONSERVATION COMMISSION  
JULY 24, 1962  
PAGE 2

3. ALL PARTIES OWNING AN INTEREST IN THE LEASES HAVE CONSENTED IN WRITING TO THE COMMINGLING OF THE PRODUCTION. LETTERS FROM THE STATE LAND OFFICE AND FRANKLIN, ASTON AND FAIR, INC. ARE ATTACHED. THE PURCHASER OF THE CRUDE, SINCLAIR CRUDE OIL COMPANY, HAS GIVEN VERBAL APPROVAL TO THE COMMINGLING BY TELEPHONE. THEY SAY THAT THEY HAVE SO MANY REQUESTS THAT THEY DO NOT WRITE LETTERS OF APPROVAL.
4. THE OWNERSHIP OF THE LEASES IS COMMON THROUGHOUT; INCLUDING WORKING INTEREST, STATE ROYALTY BENEFICIARY, AND RESERVED OIL PAYMENT INTERESTS. THERE ARE NO OVER-RIDING ROYALTY INTERESTS.
5. THIS APPLICATION IS SUBMITTED IN TRIPLICATE AND IS ACCOMPANIED BY PLATS OF THE LEASES SHOWING THEREON THE WELLS. THE FORMATION IN WHICH THE WELLS ARE COMPLETED IS AS MENTIONED ABOVE. A SCHEMATIC DIAGRAM OF THE COMMINGLING FACILITIES IS ALSO PROVIDED.

PLEASE CONSIDER THIS APPLICATION AT YOUR EARLIEST CONVENIENCE.  
IF THERE IS ANY FURTHER INFORMATION WHICH YOU MAY REQUIRE, PLEASE  
TELEPHONE ME AT SH 6-6032, ARTESIA, COLLECT.

VERY TRULY YOURS,

WATER FLOOD ASSOCIATES, INC.



H. C. PORTER  
SUPERINTENDENT

HCP:EL  
CC: CURTIS MCBROOM  
2211 CONTINENTAL BANK BLDG.  
FORT WORTH 2, TEXAS

FRANKLIN, ASTON AND FAIR, INC.  
P. O. Box 1090  
ROSWELL, NEW MEXICO

FILE: STATE 14-COMMINGLING

## FRANKLIN, ASTON & FAIR, INC.

### OIL PRODUCERS

P. O. BOX 1090  
ROSWELL, NEW MEXICO

R. R. ASTON  
VICE PRESIDENT  
GENERAL MANAGER

LOUIS C. TODD  
ASSISTANT  
SECRETARY-TREASURER

June 14, 1962

Water Flood Associates, Inc.  
P. O. Box 376  
Artesia, New Mexico

Attention: Mr. H. C. Porter, Superintendent

Gentlemen:

It is our understanding that you propose to request the Oil Conservation Commission for administrative approval to commingle the production from the following described oil and gas leases insofar as said leases cover the following described lands in Eddy County, New Mexico, to-wit:

Lease B-6474-9 issued by the State of New Mexico dated May 11, 1936 covering the  $N\frac{1}{2}NW\frac{1}{4}$  of Section 14, Township 18 South, Range 28 East.

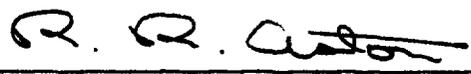
Lease B-11594-3 issued by the State of New Mexico dated November 10, 1944 covering the  $S\frac{1}{2}NW\frac{1}{4}$  of Section 13,  $S\frac{1}{2}NW\frac{1}{4}$ ,  $SE\frac{1}{4}SW\frac{1}{4}$ ,  $SE\frac{1}{4}SE\frac{1}{4}$  Section 14, Township 18 South, Range 28 East.

Lease B-1287-3 issued by the State of New Mexico dated April 10, 1947 covering the  $N\frac{1}{2}NW\frac{1}{4}$  of Section 13,  $NE\frac{1}{4}$ ,  $SW\frac{1}{4}SW\frac{1}{4}$  of Section 14, and  $NE\frac{1}{4}NW\frac{1}{4}$ ,  $NW\frac{1}{4}NE\frac{1}{4}$  of Section 23, Township 18 South, Range 28 East.

and, pursuant to your request for approval by the record holder of said leases, this letter is written to evidence our consent and approval for commingling the production from the above described leases insofar as said leases cover the land hereinabove described.

Yours very truly,

FRANKLIN, ASTON & FAIR, INC.

By:   
R. R. Aston, Vice President

RRA:mm

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

February 13, 1962

**Water Flood Associates, Inc.**  
**301 Booker Building**  
**Artesia, New Mexico**

**Attention: Mr. H. C. Porter**

**Gentlemen:**

We are in receipt of your letter regarding commingling production from three state leases in Eddy County, New Mexico, dated February 9, 1962.

Administrative approval to so commingle is governed by Commission Rule 309-B, a copy of which is enclosed for your convenience. Upon receipt of application to commingle filed in accordance with said Rule 309-B, we will be most happy to further consider this matter.

Very truly yours,

**D. S. NUTTER**  
**Chief Engineer**

DSN/ig

Enc.: Order R-2060

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**WATER FLOOD ASSOCIATES, INC.**

301 BOOKER BLDG.  
ARTESIA, NEW MEXICO

P. O. BOX 376

PHONE SH 6-6032

FEBRUARY 9, 1962

*Hold for  
letter from  
Land Ofc.  
Hold for reply  
to letter of  
2/13/62*

OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

ATTENTION: MR. DAN NUTTER

GENTLEMEN:

I AM ATTACHING A COPY OF A LETTER TO THE STATE LAND OFFICE ASKING THEIR POSITION WITH REGARD TO COMMINGLING THE PRODUCTION FROM THREE STATE LEASES, PRODUCING THE WELLS TOGETHER INTO A COMMON TANK BATTERY. OWNERSHIP AND STATE BENEFICIARY ARE IDENTICAL IN THE LEASES. THE PRODUCING OF THESE WELLS INTO ONE TANK BATTERY WILL SUBSTANTIALLY REDUCE OPERATING EXPENSES ON THESE LEASES.

I WOULD APPRECIATE YOUR CONSIDERATION OF THIS MATTER AND THE COMMISSION'S REGULATIONS REGARDING THIS.

VERY TRULY YOURS,

WATER FLOOD ASSOCIATES, INC.

  
H. C. PORTER  
VICE PRESIDENT

HCP:EL

ATTACHMENT

FEBRUARY 9, 1962

STATE LAND OFFICE  
SANTA FE, NEW MEXICO

RE: STATE OF NEW MEXICO OIL AND GAS  
LEASES B-6474-9 (N/2 NW/4 SECTION  
14-T18S, R28E), B-11594-3 (S/2  
NW/4, SECTION 13 AND S/2 NW/4  
AND SE/4 SW/4 AND SE/4 SE/4  
SECTION 14, T18S, R28E) AND  
E 1287-3 (N/2 NW/4 SECTION 13  
AND NE/4 AND SW/4 SW/4 SECTION  
14 AND NE/4 NW/4 AND NW/4 NE/4  
SECTION 23, T18S, R28E), EDDY  
COUNTY, NEW MEXICO.

GENTLEMEN:

I AM ATTACHING A PLET SHOWING THE ABOVE MENTIONED LEASES. THESE LEASES ARE OPERATED BY WATER FLOOD ASSOCIATES, INC. RECORDED OWNERSHIP IN EACH OF THE LEASES IS IDENTICAL. THE UNIVERSITY IS THE STATE BENEFICIARY FROM EACH OF THESE LEASES.

THE LEASES ARE CURRENTLY BEING PRODUCED SEPARATELY INTO SIX DIFFERENT TANK BATTERIES. IN VIEW OF THE FACTS AS SET OUT ABOVE WHEREIN OWNERSHIP AND STATE BENEFICIARY ARE IDENTICAL IN EACH LEASE, WE RESPECTFULLY REQUEST YOUR CONSIDERATION OF THE POSSIBILITY OF COMBINING THE PRODUCTION FROM THESE LEASES AND PRODUCING THE WELLS TOGETHER INTO A COMMON TANK BATTERY. THIS WOULD SIMPLIFY OPERATIONS, SAVE DUPLICATION OF TANK FACILITIES, AND GENERALLY PROMOTE CONSERVATION OF A NATURAL RESOURCE.

I WOULD APPRECIATE THE POSITION OF THE STATE LAND OFFICE ON THIS MATTER. I AM WRITING THE OIL CONSERVATION COMMISSION, ALSO, WITH REGARD TO THEIR POSITION. THANK YOU VERY MUCH FOR YOUR ATTENTION TO THIS MATTER.

VERY TRULY YOURS,

WATER FLOOD ASSOCIATES, INC.

  
H. C. PORTER  
VICE PRESIDENT

HCP:E  
CC: CURTIS MCBROOM

U.S.

U.S.

FRANKLIN-ASTON & FAIR

FRANKLIN-ASTON & FAIR

R.D. COLLIER  
"TRAVIS"

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2-B

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119 WESTERN-YATES

KINCAID & WATSON  
"BROWN"

HARRIS

118

123

124

2

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1

2

FRANKLIN-ASTON  
& FAIR

KERSEY & CO.

FRANKLIN-ASTON  
& FAIR

NIX & CURTIS  
"ASTON"

KINCAID & WATSON  
"OHIO"

KINCAID & WATSON  
"TRAVIS"

9

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FRANKLIN-ASTON & FAIR

FRANKLIN-ASTON & FAIR

WESTERN-YATES

KINCAID & WATSON  
"MAGNOLIA"

KINCAID & WATSON  
"NIX"

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PLUMMER & MCKINLEY  
"B"

MAGNOLIA

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129

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1

"GULF"

S.P. YATES  
"G"

MESA  
"FAF"

23

MESA

WESTERN DEV.

24

NIX & CURTIS  
"GULF"