



SHELL OIL COMPANY

P. O. Box 1858
Roswell, New Mexico

May 2, 1963

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

Attention: Mr. A. L. Porter, Jr.
Secretary-Director

Gentlemen:

We are by this letter and enclosures making application for exception to Rule 309(a) of the New Mexico Oil Conservation Commission Rules and Regulations. We propose to commingle the Strawn production from whatever wells we successfully complete on our leases in Sections 30 and 31, T-19-S, R-32-E, Lusk Field, Lea County, New Mexico. As can be seen on the attached plat, we have room for five Strawn wells of which one is already completed and the second is drilling. According to our records there is a difference in ownership of overriding royalties and production payments which will require separate metering and sampling of production from each well. Since the two proposed wells in the S/2 of Section 31 have common ownership throughout, they will be handled through one metering sampling skid as shown on the attached schematic.

In conjunction with commingling we plan to install ACT to serve the central battery and have submitted the appropriate forms to your Hobbs District Office. Approval of both the commingling and ACT has been received from the purchaser. (See included letter.)

As per the regulations governing commingling, we have notified the royalty owners of our intentions by copy of this letter and enclosures. (See attached certified mail receipts.)

In view of the above presented and enclosed information, we respectfully request your approval of this project which we feel is in the best interests of all parties concerned.

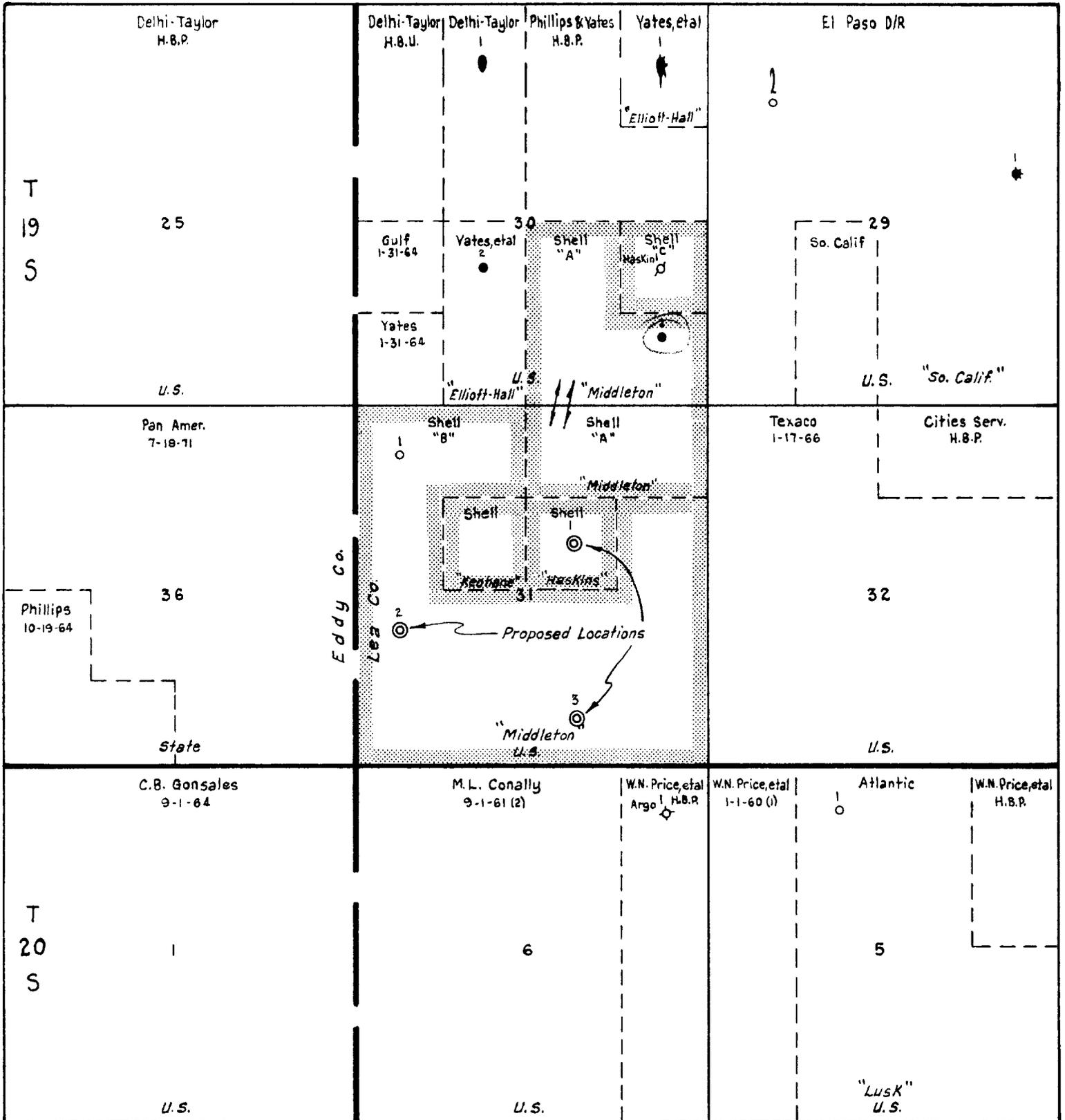
Yours very truly,

R. L. Rankin
Division Production Manager

Enclosures

R-31-E

R-32-E



SHELL OIL CO.
 OWNERSHIP PLAT
 Sec. 30 & 31, T-19-S, R-32-E
 Lusk Field
 Lea County, New Mex.
 1" = 2000"



THE PERMIAN CORPORATION

1509 W. WALL P. O. BOX 3119

MIDLAND, TEXAS

MU 3-4711

April 25, 1963

SHELL	
RECEIVED	
APR 26 1963	
ROSWELL PROD.	
Divn. Mgr.	
Sur.	<input checked="" type="checkbox"/>
E. Eng.	
M. Eng.	<input checked="" type="checkbox"/>
P-S Supv.	
Drig. F.	
Off. Supv.	
Discuss	Well File
Reply	<input checked="" type="checkbox"/> Lse. File
Call Up	Field File
Destroy	Gen. Cor.

PDV

Mr. R. L. Rankin
 Division Production Manager
 Shell Oil Company
 P. O. Box 1858
 Roswell, New Mexico

Dear Sir:

We acknowledge receipt of your drawings and specifications concerning installation of LACT facilities to serve your various leases in Section 30 and 31, T-19-S, R-32E, Lusk Field, Lea County, New Mexico.

We are agreeable to accepting custody of oil run from these leases on the basis of measurement by the LACT unit when installed as shown in your design specifications. The requirement for a BS&W monitor will be temporarily waived with the understanding that you agree to install a monitor and diverting valve should the BS&W content exceed two percent, and that our run ticket will show the percentage of BS&W actually obtained from the composite sample container even though it is in excess of two percent.

In order to synchronize the pipeline pump with your meter charge pump, we request that you provide a set of auxiliary contacts on the holding coil for remote control of the pipeline pump.

Run tickets will be issued monthly (or at other intervals if deemed necessary by our field superintendent).

Meter proving for field calibration of this LACT unit may be by any of the standard methods currently in use and shall be performed by Shell, or at their expense, at such intervals as may be mutually determined.

When installation of your equipment has been completed, please contact our Field Supervisor, Mr. W. R. Crabtree, telephone EX 3-8616 in Hobbs, New Mexico, who will assist in placing it in operation.

Yours truly,

THE PERMIAN CORPORATION

Chas. N. Adams
Engineer

CNA:mg
cc: W. D. Kleine

No. 698236

RECEIPT FOR CERTIFIED MAIL—20¢

SENT TO <i>United States Geological Survey</i>		POSTMARK OR DATE <i>5-3-63</i>
STREET AND NO. <i>120 W. Second</i>		
CITY AND STATE <i>Roswell, N. Mex.</i>		
If you want a return receipt, check which <input checked="" type="checkbox"/> 10¢ shows to whom and when delivered <input type="checkbox"/> 35¢ shows to whom, when, and address where delivered		If you want restricted delivery, check here <input type="checkbox"/> 50¢ fee

POD Form 3800
Dec. 1960

CAUTION—NOT FOR INTERNATIONAL MAIL

(See other side)

No. 698184

RECEIPT FOR CERTIFIED MAIL—20¢

SENT TO <i>Mr. B. M. Keohane</i>		POSTMARK OR DATE <i>5-3-63</i>
STREET AND NO. <i>Security Natl Bank Bldg</i>		
CITY AND STATE <i>Roswell, N. M.</i>		
If you want a return receipt, check which <input checked="" type="checkbox"/> 10¢ shows to whom and when delivered <input type="checkbox"/> 35¢ shows to whom, when, and address where delivered		If you want restricted delivery, check here <input type="checkbox"/> 50¢ fee

POD Form 3800
Dec. 1960

CAUTION—NOT FOR INTERNATIONAL MAIL

(See other side)

No. 698183

RECEIPT FOR CERTIFIED MAIL—20¢

SENT TO <i>Mr. W. R. Middleton</i>		POSTMARK OR DATE <i>5-3-63</i>
STREET AND NO. <i>P.O. Box 602</i>		
CITY AND STATE <i>Carlsbad, N. Mex.</i>		
If you want a return receipt, check which <input checked="" type="checkbox"/> 10¢ shows to whom and when delivered <input type="checkbox"/> 35¢ shows to whom, when, and address where delivered		If you want restricted delivery, check here <input type="checkbox"/> 50¢ fee

POD Form 3800
Dec. 1960

CAUTION—NOT FOR INTERNATIONAL MAIL

(See other side)

No. 698176

RECEIPT FOR CERTIFIED MAIL—20¢

SENT TO <i>Mrs. Sue Saunders Graham</i>	POSTMARK OR DATE 5-3-63
STREET AND NO. <i>P.O. Box 172</i>	
CITY AND STATE <i>Salt Lake City, Utah</i>	
If you want a return receipt, check which <input checked="" type="checkbox"/> 10¢ shows to whom and when delivered <input type="checkbox"/> 35¢ shows to whom, when, and address where delivered <input type="checkbox"/> 50¢ fee	
FEE ADDITIONAL TO 20¢ FEE POD Form 3800 Dec. 1960	
CAUTION—NOT FOR INTERNATIONAL MAIL (See other side)	

No. 698177

RECEIPT FOR CERTIFIED MAIL—20¢

SENT TO <i>Mrs. Elmer Saunders Patterson</i>	POSTMARK OR DATE 5-3-63
STREET AND NO. <i>6444 Indian Lane</i>	
CITY AND STATE <i>Prairie Village, Mo.</i>	
If you want a return receipt, check which <input checked="" type="checkbox"/> 10¢ shows to whom and when delivered <input type="checkbox"/> 35¢ shows to whom, when, and address where delivered <input type="checkbox"/> 50¢ fee	
FEE ADDITIONAL TO 20¢ FEE POD Form 3800 Dec. 1960	
CAUTION—NOT FOR INTERNATIONAL MAIL (See other side)	

No. 698178

RECEIPT FOR CERTIFIED MAIL—20¢

SENT TO <i>Mrs. Neil H. Willis</i>	POSTMARK OR DATE 5-3-63
STREET AND NO. <i>P.O. Box 529</i>	
CITY AND STATE <i>Carlsbad, N. Mex.</i>	
If you want a return receipt, check which <input checked="" type="checkbox"/> 10¢ shows to whom and when delivered <input type="checkbox"/> 35¢ shows to whom, when, and address where delivered <input type="checkbox"/> 50¢ fee	
FEE ADDITIONAL TO 20¢ FEE POD Form 3800 Dec. 1960	
CAUTION—NOT FOR INTERNATIONAL MAIL (See other side)	

No. 698179

RECEIPT FOR CERTIFIED MAIL—20¢

SENT TO <i>Mrs. Betty Saunders Toles</i>	POSTMARK OR DATE 5-3-63
STREET AND NO. <i>P.O. Box 1144</i>	
CITY AND STATE <i>Roswell, N. Mex.</i>	
If you want a return receipt, check which <input checked="" type="checkbox"/> 10¢ shows to whom and when delivered <input type="checkbox"/> 35¢ shows to whom, when, and address where delivered <input type="checkbox"/> 50¢ fee	
FEE ADDITIONAL TO 20¢ FEE POD Form 3800 Dec. 1960	
CAUTION—NOT FOR INTERNATIONAL MAIL (See other side)	