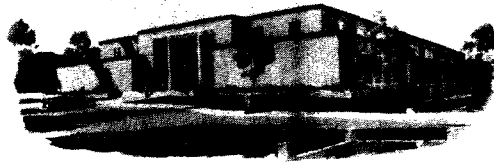


# State of New Mexico



## Commissioner of Public Lands

GUYTON B. HAYS  
COMMISSIONER



P. O. BOX 1148  
SANTA FE, NEW MEXICO

April 18, 1966

Culf Oil Corporation  
Post Office Box 670  
Tobbs, New Mexico

Re: State of New Mexico Lease  
E-5313

Attention: Mr. G. D. Borland

Gentlemen:

We wish to acknowledge receipt of your letter of April 14, 1966, requesting permission to commingle production from your Eddy I State (NCT-A), comprising the Southwest Quarter of the Southwest Quarter of Section 2, Township 18 South, Range 27 East, and your Eddy I State (NCT-B), comprising the Southeast Quarter of the Southeast Quarter of Section 2, Township 18 South, Range 27 East, in Eddy County, New Mexico.

In view of the fact that your proposal pertains to production from the same state lease, from a common pool, and from acreage belonging to one state beneficiary, this office has no objection to your proposal to commingle as you have outlined by letter of April 14, 1966.

Very truly yours,

GUYTON B. HAYS  
Commissioner of Public Lands

By

TED BILBERRY, Director  
Oil and Gas Department

GB/EB/TE/d

cc: New Mexico Oil Conservation Commission  
Post Office Box 2088  
Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr.

State of New Mexico



Commissioner of Public Lands



STATE OF NEW MEXICO  
COUNTY OF SANTA FE

CLAYTON P. BAYNE  
COMMISSIONER

# Gulf Oil Corporation

HOBBS PRODUCTION AREA

C. D. Borland  
AREA PRODUCTION MANAGER

April 14, 1966

AFR

P.O. Box ~~2088~~ 670  
Hobbs, New Mexico

New Mexico Oil Conservation Commission  
Post Office Box 2088  
Santa Fe, New Mexico

Re: Application of Gulf Oil Corporation for Exception to Rule 309 for their Eddy I State (NCT-A) and Eddy I State (NCT-B), located in the Empire Abo (Abo Reef) Pool, Eddy 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 Eddy I State (NCT-A) Lease, comprising the SW/4, SW/4, Section 2 T-18-S, R-27-E, to handle the production from Gulf's Eddy I State (NCT-B) Lease, comprising the SE/4, SE/4, Section 2, T-18-S, R-27-E, Eddy County, New Mexico. Applicant seeks exception to that portion of Rule 309 which requires that leases be contiguous in order to use common tankage to receive production from the wells. The wells located on these leases are producing oil from the Empire Abo (Abo Reef) Pool. In support of this request, applicant states the following:

- (1) There is no diversity of royalty or working interest underlying the above described leases.
- (2) Both wells are producing from the Empire Abo (Abo Reef) Pool.
- (3) The existing storage facilities on the Eddy I State (NCT-A) Lease are adequate to handle production from both wells on the two leases. The Eddy I State (NCT-A) Lease contains one well and the Eddy I State (NCT-B) Lease has one well.
- (4) There are adequate facilities available at the central battery to take all required test.
- (5) The approval of this application will result in substantial savings in material, reduce the cost of operation and maintenance, prevent waste and will protect correlative rights.

Gulf Oil Corporation respectfully request Administrative Approval for this application.

Yours truly,

*C. D. Borland*  
C. D. BORLAND



LWD; d  
Attachment  
cc: OCC, Artesia, New Mexico

# Gulf Oil Corporation

HOBBS PRODUCTION AREA

April 14, 1966

C. D. Borland  
AREA PRODUCTION MANAGER

P. O. Box ~~200~~ 670  
Hobbs, New Mexico

Commissioner of Public Lands  
State of New Mexico  
Post Office Box 791  
Santa Fe, New Mexico

Gentlemen:

Attached is a copy of Gulf Oil Corporation's application to the Oil Conservation Commission to commingle the production from Eddy I State (NCT-A), comprising the SW/4, SW/4, Section 2, T-18-S, R-27-E, and Eddy I State (NCT-B), SE/4, SE/4, Section 2, T-18-S, R-27-E, Eddy County, New Mexico. Each lease has one well producing from the Empire Abo Pool.

There is no diversity of royalty or working interest. Therefore, if you have no objections, it is requested that a letter of approval be furnished this office with a copy to the Oil Conservation Commission, Attention: Mr. A. L. Porter, Jr.

Thank you for your consideration in this matter and if additional information is needed, please advise.

Yours truly,

ORIGINAL SIGNED BY  
C. D. BORLAND

C. D. BORLAND

LWD: d

Attachment  
cc: OCC, Santa Fe, New Mexico



# PAN AMERICAN PETROLEUM CORPORATION

P. O. Box 1725  
Midland, Texas  
April 14, 1966

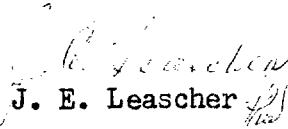
Mr. C. D. Borland  
Gulf Oil Corporation  
P. O. Box 670  
Hobbs, New Mexico

Dear Mr. Borland:

Complying with your request, this is to advise that we are agreeable to purchasing the oil as commingled by Gulf Oil Corporation from the Eddy "I" State NCT-A and Eddy "I" State NCT-B leases in the Empire Abo Field, Eddy, New Mexico.

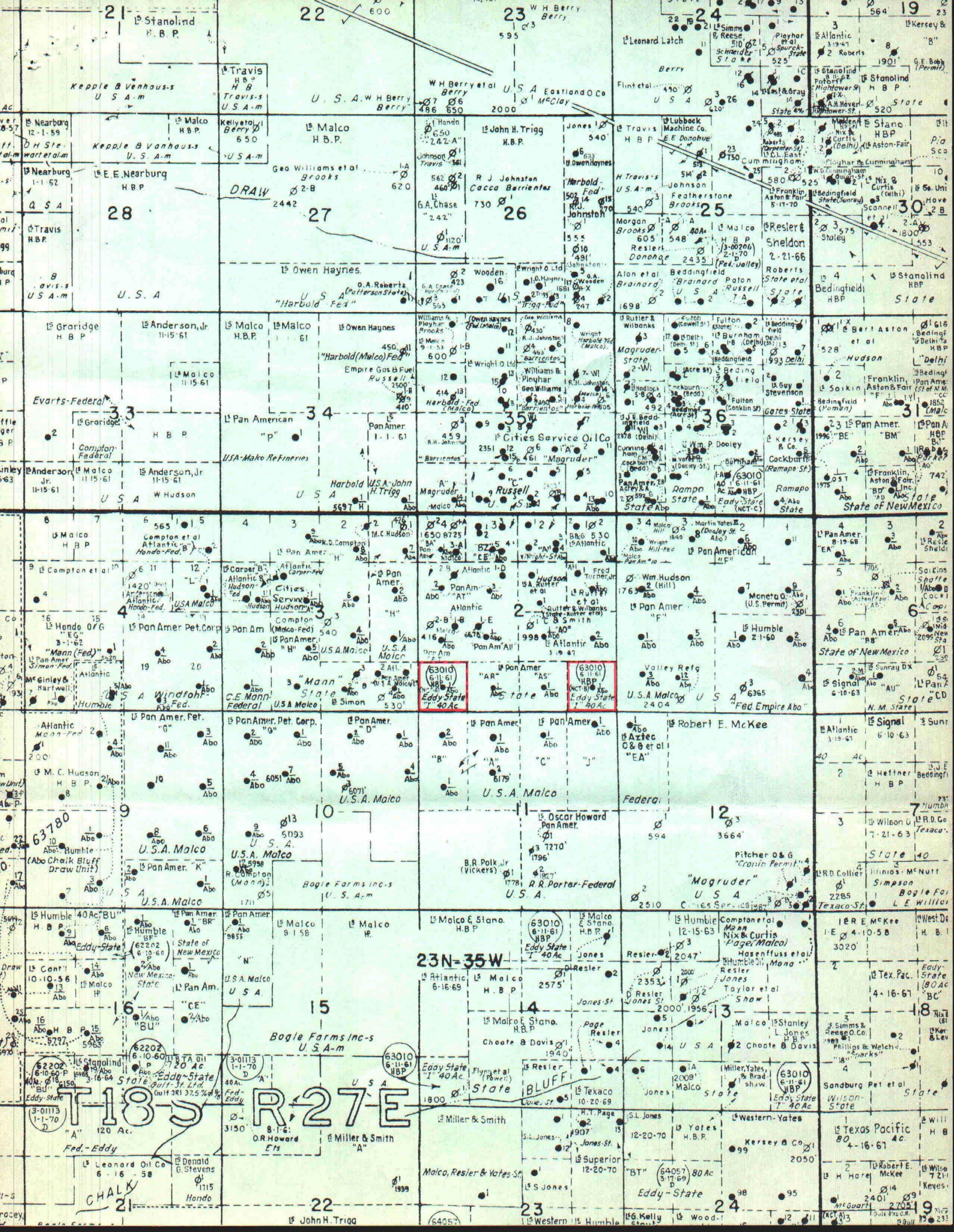
To conform with New Mexico Oil Conservation Commission records, we will purchase this oil as the Eddy "I" State NCT-A & NCT-B lease.

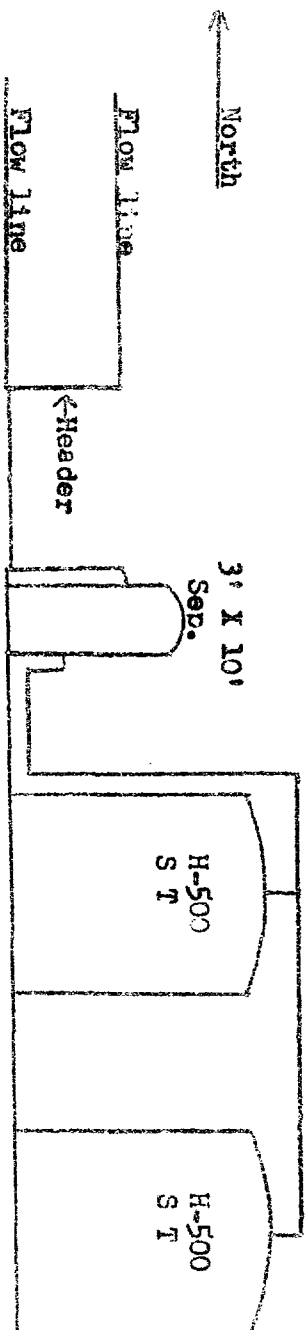
Yours very truly,

  
J. E. Leascher

HEW/prr

cc: Mr. R. M. Wiese - Midland  
Mr. D. R. Ryan - Tulsa





PRODUCING FACILITIES ON GULF'S EDDY 1 STATE (NCT-A)  
LEASE