

H. N. SWEENEY

P. O. BOX 1582 - ROSWELL PETROLEUM BUILDING

ROSWELL, NEW MEXICO

88201

October 20, 1967

Director  
New Mexico Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico

Re: Citgo State Lease  
State of New Mexico Oil  
and Gas Leases  
No. OG 4681 and K 2803

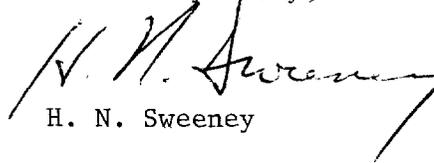
Gentlemen:

In accordance with Rule 309-B I hereby apply for exception to Rule 309-A to permit the commingling of production from my Citgo State Well No. 4 in the tank battery presently serving Citgo State Wells No. 2 and 3. All of the production is from a common reservoir, being the P<sub>2</sub> Zone of the San Andres Formation at a depth of approximately 2600'.

I propose to install a separating device and meter near the wellhead of the Well No. 4, and will make monthly reports to the purchaser of actual production from this well for a division of runs.

In support of this application I am enclosing schematic diagram showing the location of the wells, meter, flow lines, and tank battery; and also letters from all parties owning interests in both wells giving their consent to this arrangement.

Yours very truly,



H. N. Sweeney

HNS:jw  
Attachments

# State of New Mexico



## Commissioner of Public Lands

GUYTON B. HAYS  
COMMISSIONER



P. O. BOX 1148  
SANTA FE, NEW MEXICO

October 2, 1967

Mr. H. N. Sweeney  
Post Office Box 1582  
Roswell, New Mexico  
88201

OCT 23 11 0 25

Dear Sir:

In Reply Refer  
to LOCO #1

In re: Commingling Products from Wells 2, 3 & 4, State of New Mexico Oil & Gas Leases  
Nos. OG-4681 and K-2803 (Citgo State Lease)

Regarding your request to commingle products from the captioned leases, we have no objection to this request. Therefore, the Commissioner of Public Lands, by the authority vested in him, hereby grants approval to commingle products from Wells Nos. 2, 3 and 4 on State of New Mexico Oil and Gas Leases No. OG-4681 and K-2803, Citgo State Lease.

According to our records, the three wells are all producing from the same zone; therefore, there will be no change in gravity, nor for price per barrel. Also, our records indicate that the two leases specify the same beneficiary.

This approval is granted with the understanding that there will be separate metering on the one well on Lease K-2803.

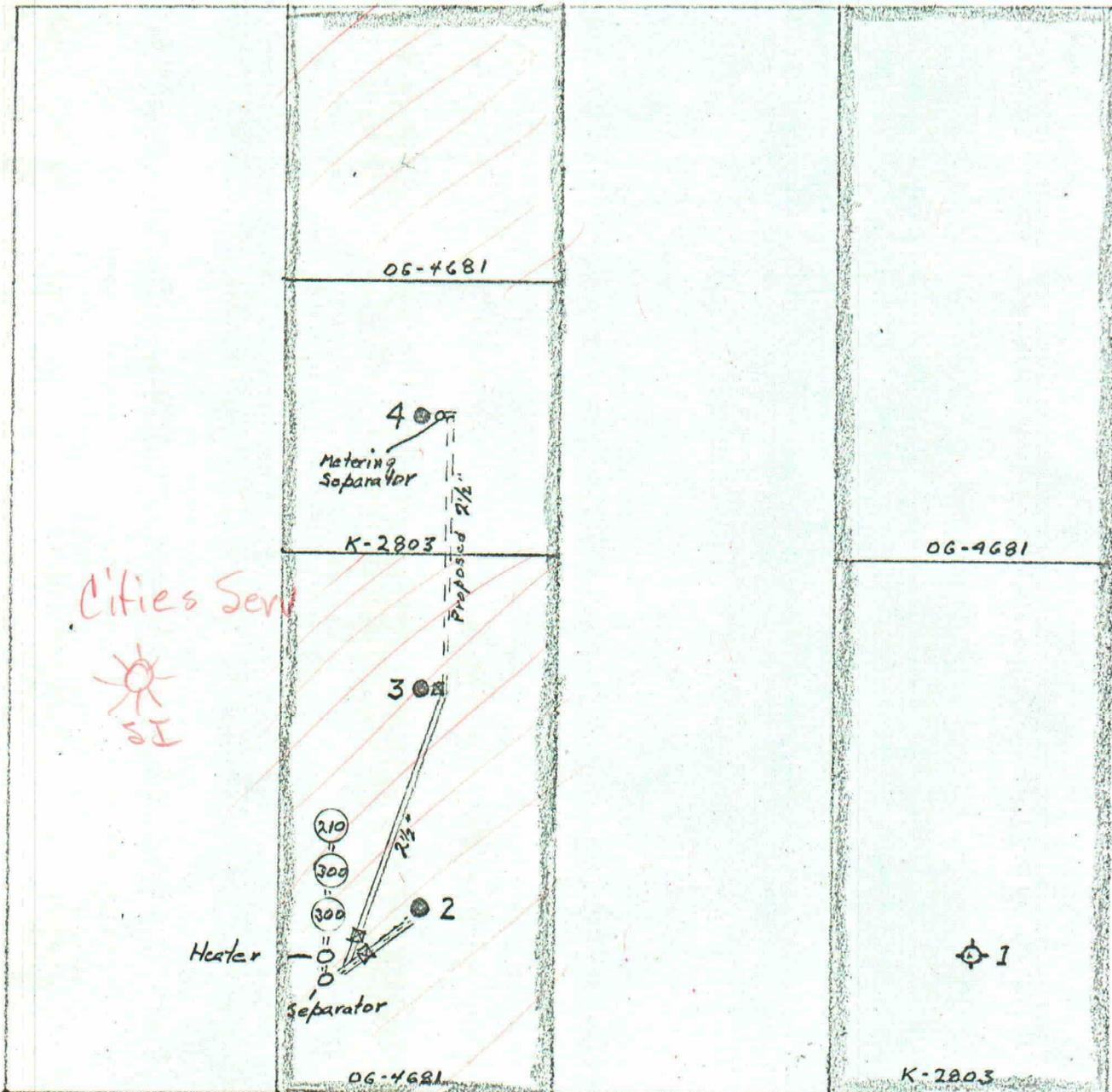
The Commissioner of Public Lands reserves the right to withdraw this approval if, at any time, in his discretion he deems this operation to be adverse to the best interests of the State of New Mexico.

Very truly yours,  
GUYTON B. HAYS  
Commissioner of Public Lands

By: *Ted Bilberry*  
TED BILBERRY, Director  
Oil and Gas Department

GBH:TB:RM:jc

cc: New Mexico Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico 87501



SCHEMATIC DIAGRAM  
 CITGO STATE LEASE  
 Section 36 - 8S - 28E  
 Chaves County, New Mexico

H. N. SWEENEY

P. O. BOX 1582 - ROSWELL PETROLEUM BUILDING  
ROSWELL, NEW MEXICO  
88201

October 20, 1967

OCT 23 11 0 25

Southwest Production Corporation  
P. O. Box 936  
Roswell, New Mexico

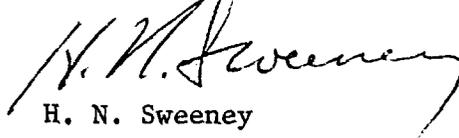
Re: Citgo State Lease  
Section 36-8S-28E  
Chaves County, New Mexico

Gentlemen:

Attached is a schematic diagram showing our proposed plan of tank battery and flow lines for the wells No. 2, 3 and 4 on the Citgo State Lease. We plan to commingle the oil from Well No. 4 with the tank battery presently serving wells 2 and 3, under which you have a working interest. The oil from Well No. 4 will be metered.

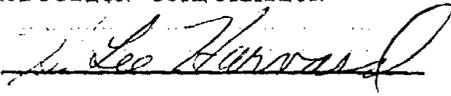
We will appreciate you giving your consent by signing the enclosed copy of this letter and returning as soon as possible.

Yours very truly,

  
H. N. Sweeney

HNS:jw  
Attachment

SOUTHWEST PRODUCTION CORPORATION

APPROVED BY: 

DATE: Oct 20, 1967

H. N. SWEENEY

P. O. BOX 1582 - ROSWELL PETROLEUM BUILDING  
ROSWELL, NEW MEXICO  
88201

October 12, 1967

Mr. George E. Conley  
327 Lombardy Road  
Drexel Hill, Pennsylvania 19026

Re: Citgo State Lease  
Section 36-8S-28E  
Chaves County, New Mexico

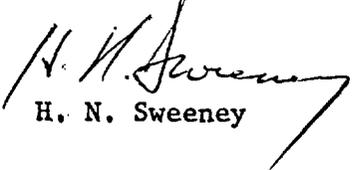
Dear Mr. Conley:

Attached is schematic diagram showing our proposed plan of tank battery and flow lines for the wells No. 2, 3 and 4 on the Citgo State Lease. We plan to commingle the oil from well No. 4 with the tank battery presently serving wells 2 and 3, under which you have an override. The oil from Well No. 4 will be metered.

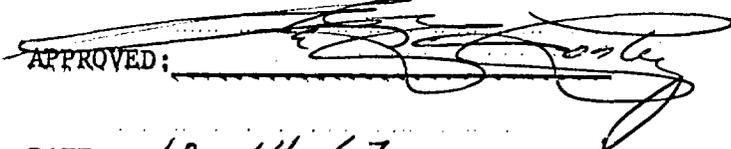
All other parties concerned, including the State Land Office, the crude oil purchaser, Len Mayer and R. L. Haynie, have given their consent to this commingling, and we will appreciate you giving your consent by signing the enclosed copy of this letter and returning as soon as possible in the enclosed addressed envelope.

Thanking you.

Yours very truly,

  
H. N. Sweeney

HNS:jw

  
APPROVED: \_\_\_\_\_

DATE: 10-14-67

H. N. SWEENEY

P. O. BOX 1582 - ROSWELL PETROLEUM BUILDING

ROSWELL, NEW MEXICO

88201

October 16, 1967

Mr. Len Mayer  
P. O. Box 1495  
Roswell, New Mexico

Re: Citgo State Lease  
Section 36-8S-28E  
Chaves County, New Mexico

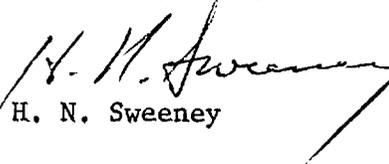
Dear Mr. Mayer:

Attached is schematic diagram showing our proposed plan of tank battery and flow lines for the wells No. 2, 3 and 4 on the Citgo State Lease. We plan to commingle the oil from Well No. 4 with the tank battery presently serving wells 2 and 3, under which you have an override. The oil from Well No. 4 will be metered.

We will appreciate you giving your consent by signing the enclosed copy of this letter and returning as soon as possible.

Thanking you.

Yours very truly,

  
H. N. Sweeney

HNS:jw

APPROVED: Len Mayer

DATE: 10-18-67

H. N. SWEENEY

P. O. BOX 1582 -- ROSWELL PETROLEUM BUILDING  
ROSWELL, NEW MEXICO  
88201

October 16, 1967

Mr. Robert L. Haynie  
P. O. Box 1209  
Roswell, New Mexico

Re: Citgo State Lease  
Section 36-8S-28E  
Chaves County, New Mexico

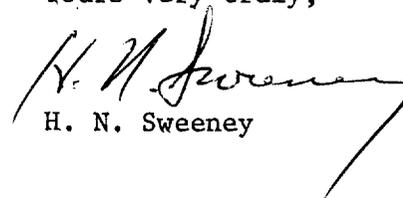
Dear Mr. Haynie:

Attached is a schematic diagram showing our proposed plan of tank battery and flow lines for the wells No. 2, 3 and 4 on the Citgo State Lease. We plan to commingle the oil from Well No. 4 with the tank battery presently serving wells 2 and 3, under which you have an override. The oil from Well No. 4 will be metered.

We will appreciate you giving your consent by signing the enclosed copy of this letter and returning as soon as possible.

Thanking you.

Yours very truly,

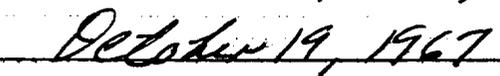
  
H. N. Sweeney

HNS:jw

APPROVED:



DATE:



H. N. SWEENEY  
P. O. BOX 1582 — ROSWELL PETROLEUM BUILDING  
ROSWELL, NEW MEXICO  
88201

October 23, 1967

OCT 24 1967

Director  
New Mexico Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico

Re: Citgo State Lease  
State of New Mexico Oil  
and Gas Leases  
No. OG 4681 and K 2803

Gentlemen:

Supplementing our letter to you of October 20, I am attaching three copies of a letter from Scurlock Oil Company giving consent of oil purchaser for the commingling of this oil. These copies were inadvertently omitted from our October 20 letter to you.

Yours very truly,



H. N. Sweeney  
H. N.

HNS:jw  
Attachments

SCURLOCK OIL COMPANY

HOUSTON CLUB BUILDING

HOUSTON, TEXAS

Mu 3-1092

October 10, 1967

Address reply to:  
414 Mid America Bldg.  
Midland, Texas 79701

H.N. Sweeney  
Box 1582  
Roswell, New Mexico

Reference: Citgo State Lease  
Sec. 36, T-8-S, R-28-E  
Chaves County, New Mexico

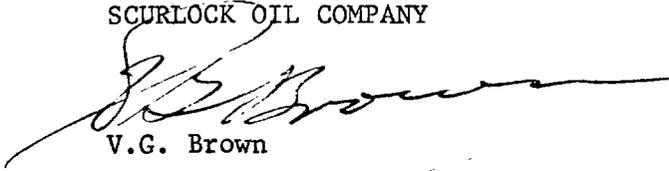
Dear Mr. Sweeney:

We understand that you plan to commingle production from Well No. 4 on the captioned lease with production from Wells No. 2 and 3 into the tank battery located in the SE/4 of the SW/4 of Sec. 36, and that production from Well No. 4 will be metered. This arrangement is satisfactory with Scurlock Oil Company and we have no objections whatsoever to purchasing oil from your commingled storage.

Please let us know if we can assist you in any way.

Very truly yours,

SCURLOCK OIL COMPANY



V.G. Brown

VGB/ki

cc/Houston

SCURLOCK OIL COMPANY

HOUSTON CLUB BUILDING

HOUSTON, TEXAS

Mu 3-1092

October 10, 1967

Address reply to:  
414 Mid America Bldg.  
Midland, Texas 79701

H.N. Sweeney  
Box 1582  
Roswell, New Mexico

Reference: Citgo State Lease  
Sec. 36, T-8-S, R-28-E  
Chaves County, New Mexico

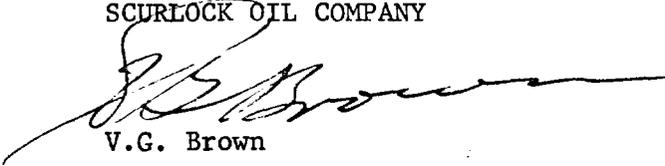
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Please let us know if we can assist you in any way.

Very truly yours,

SCURLOCK OIL COMPANY



V.G. Brown

VGB/ki

cc/HOuston

SCURLOCK OIL COMPANY

HOUSTON CLUB BUILDING

HOUSTON, TEXAS

Mu 3-1092

October 10, 1967

Address reply to:  
414 Mid America Bldg.  
Midland, Texas 79701

H.N. Sweeney  
Box 1582  
Roswell, New Mexico

Reference: Citgo State Lease  
Sec. 36, T-8-S, R-28-E  
Chaves County, New Mexico

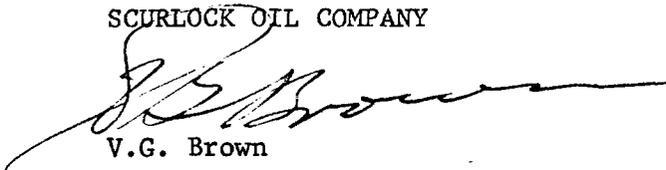
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Please let us know if we can assist you in any way.

Very truly yours,

SCURLOCK OIL COMPANY



V.G. Brown

VGB/ki

cc/Houston