

OIL CONSERVATION DIVISION
RECEIVED

'95 FEB 13 AM 8 52



January 30, 1995

Mr. David Catanach
State of New Mexico
Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504

Re: Surface Commingling of Casinghead Gas
Dickey Sullivan No. 3, NE/4 NW/4 S15-19S-29E
Continental St. No. 12, SE/4 SW/4 S10-19s-29E
Turkey Track 7R-Qn-Gb-SA Field
Eddy County, New Mexico

Dear Mr. Catanach:

Anadarko Petroleum Corporation is in receipt of Commingling Order CTB-398 to commingle casinghead gas from the referenced wells. In January 1995, the necessary right of ways were obtained, all surface lines were installed, and a GPM gas meter connection was made off-lease, per the authority granted by the Order. However, a re-review of the royalty ownership in these two leases revealed that they were not identical, contrary to the information we provided you in our original application for commingling.

In light of this, and based on testing that shows the Dickey Sullivan #3 is capable of producing only 3 to 4 mcf/d, we request that the referenced Commingling Order be cancelled.

It is our desire to initiate sales for the Continental State #12 alone through the existing sales facilities that were recently installed. Therefore, we respectfully request an exception to rule 309-A to allow off-lease metering of this gas, which is in the range of 15 to 20 mcf/d. The information required for this exception request was provided in the original commingling request, and we hope that this exception can be granted administratively, as the requirements necessary to satisfy the Commingling Order should also satisfy this request.

Anadarko sincerely regrets this error, and your time and attention to this revised request is appreciated. If you require further information, please contact me at (915) 683-0530.

Sincerely,

A handwritten signature in cursive script that reads "Mark Sundland".

Mark Sundland
Staff Production Engineer

WMS/bkf

cc BTM/WMS/Well file