

KELLAHIN AND KELLAHIN
ATTORNEYS AT LAW
EL PATIO BUILDING
117 NORTH GUADALUPE
POST OFFICE BOX 2265
SANTA FE, NEW MEXICO 87504-2265

TELEPHONE (505) 982-4285
TELEFAX (505) 982-2047

W. THOMAS KELLAHIN*

*NEW MEXICO BOARD OF LEGAL SPECIALIZATION
RECOGNIZED SPECIALIST IN THE AREA OF
NATURAL RESOURCES-OIL AND GAS LAW

JASON KELLAHIN (RETIRED 1991)

June 13, 1995

CERTIFIED MAIL-RETURN RECEIPT

Tierra Oil Company
P. O. Box 700968
San Antonio, Texas 78270-0968

Re: **NOTIFICATION**
*Application of Nearburg Producing Company
to Commingle Production Units E and L of
Section 27, T19S, R25E, NMPM
Eddy County, New Mexico*

RECEIVED

JUL 10 1995

Oil Conservation Division

Dear Sir:

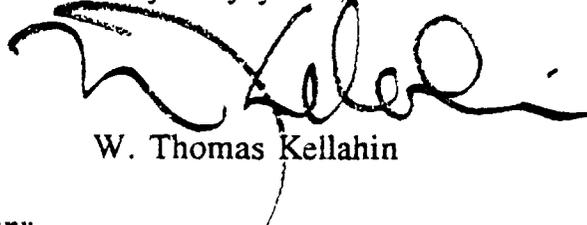
Nearburg Producing Company ("Nearburg") informs me that it believes you have an interest in the following described production.

Therefore, on behalf of Nearburg and in accordance with New Mexico Oil Conservation Division Rule 309(B), I am providing you with notice that Nearburg has sought approval to first meter and then to commingle production from the South Boyd 27 Well No 3 (Unit E) of Section 27 with the tank battery located at the South Boyd 27 Well No. 4 in Unit L of the same section.

As described in the attached letter dated June 7, 1995 to the Division, Nearburg describes the opportunity to reduce costs and extend the producing lives of the wells involved.

The purpose of this letter to is advise you that if you have any objection to this request, then it is necessary for you to file a written objection within twenty days of June 13, 1995, with the Oil Conversation Division, 2040 South Pacheco, Santa Fe, New Mexico 87505. If you have no objection, then it is not necessary for you to do anything.

Very truly yours,



W. Thomas Kellahin

cc: *Nearburg Producing Company*
Attn: Bob Shelton

Is your RETURN ADDRESS completed on the reverse side?

SENDER:
 • Complete items 1 and/or 2 for additional services.
 • Complete items 3, and 4a & b.

Nearburg Units E&L
 June 13, 1995

I also wish to receive the following services (for an extra fee):
 1. Addressee's Address
 2. Restricted Delivery
 Consult postmaster for fee.

3. Article Addressed to:
 Tierra Oil Company
 POB 700968
 San Antonio, TX 78270-0968

4a. Article Number
 194 406 563

4b. Service Type
 Registered Insured
 Certified COD
 Express Mail Return Receipt for Merchandise

5. Signature (Addressee)
[Handwritten Signature]

6. Signature (Agent)
[Handwritten Signature]

7. Date of Delivery
 JUN 19 1995

8. Addressee's Address (Only if requested and fee is paid)
 JUN 19 1995

Thank you for using Return Receipt Service.

PS Form 3811, December 1991 U.S. GPO: 1993-352-714 DOMESTIC RETURN RECEIPT

Z 194 406 563

 **Receipt for Certified Mail**
 No Insurance Coverage Provided
 Do not use for International Mail
 (See Reverse)

PS For

Sent to
 Tierra Oil Company
 POB 700968
 San Antonio, TX 78270-0968

Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

Nearburg Units E&L
 June 13, 1995

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EL PATIO BUILDING

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SANTA FE, NEW MEXICO 87504-2265

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NATURAL RESOURCES-OIL AND GAS LAW

JASON KELLAHIN (RETIRED 1991)

TELEPHONE (505) 982-4285
TELEFAX (505) 982-2047

June 13, 1995

CERTIFIED MAIL-RETURN RECEIPT

Steven L. Postill
4985 Courtland Loop
Winter Springs, Florida 32708

Re: **NOTIFICATION**
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to Commingle Production Units E and L of
Section 27, T19S, R25E, NMPM
Eddy County, New Mexico*

RECEIVED

JUL 10 1995

Oil Conservation Division

Dear Mr. Postill:

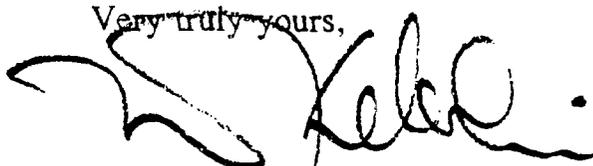
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Very truly yours,



W. Thomas Kellahin

cc: *Nearburg Producing Company*
Attn: Bob Shelton

Is your RETURN ADDRESS completed on the reverse side?

SENDER:
 • Complete items 1 and/or 2 for additional services.
 • Complete items 3, and 4a & b.

Nearburg Units E&L
 June 13, 1995

so that we can
 pack if space
 the article number
 and the date

I also wish to receive the following services (for an extra fee):
 1. Addressee's Address
 2. Restricted Delivery
 Consult postmaster for fee.

3. Article Addressed to:
 Steven L. Postill
 4985 Courtland Loop
 Winter Springs, FL 32708

4a. Article Number
 194 406 364

4b. Service Type
 Registered Insured
 Certified COD
 Express Mail Return Receipt for Merchandise

7. Date of Delivery
 6/19/95

5. Signature (Addressee)

6. Signature (Agent)
Steven L. Postill

8. Addressee's Address (Only if requested and fee is paid)

Thank you for using Return Receipt Service.

PS Form 3811, December 1991 *U.S. GPO: 1993-352-714 **DOMESTIC RETURN RECEIPT**

Z 194 406 564



Receipt for Certified Mail

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

29 Sent to
 Steven L. Postill
 4985 Courtland Loop
 Winter Springs, FL 32708

PS Form

Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

Nearburg Units E&L
June 13, 1995

OIL CONSERVATION DIVISION

COMMINGLING ORDER CTB-416

Nearburg Producing Company
419 West Cain
Hobbs, New Mexico 88240

Attention: Mr. E. Scott Kimbrough

The above named company is hereby authorized to commingle North Dagger Draw Upper Penn Pool production from the following leases:

Lease: South Boyd '27' Well Nos. 3,4 and 6
Description: W/2 Section 27, township 19 South, Range 25 East

located in Eddy County, New Mexico.

Production shall be allocated to each lease by separately metering the production from each well prior to commingling.

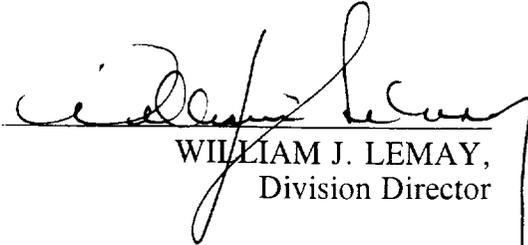
REMARKS: The commingled production shall be stored in the South Boyd '27' tank battery facility located in Unit Letter "L" of Section 27, Township 19 South, Range 25 East, Eddy County, New Mexico.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

FURTHER: The operator shall notify the district office of the Division prior to implementation of the commingling process.

NOTE: Two of the wells, Nos.3 and 4 were previously authorized for commingling of production under Division Order OLS-175. For all intents and purpose, commingling of the subject wells is accomplished by the issuance of the subject order. Division Order OLS-175 is hereby placed in abeyance.

DONE at Santa Fe, New Mexico, on this 31st day of October, 1995.


WILLIAM J. LEMAY,
Division Director

Nearburg Producing Company
Commingling Order CTB-416
October 31, 1995
Page 2

WJL/BES

cc: Oil Conservation Division - Artesia
State Land Office/ Oil & Gas Division
File OLS-175 ✓