

NEW MEXICO OIL CONSERVATION COMMISSION  
POST OFFICE BOX 2088  
SANTA FE, NEW MEXICO 87501

COMMINGLING ORDER CTB-248

Company                   Texaco Inc.  
Address                   Drawer 728  
City, State, Zip       Hobbs, New Mexico 88240

Attention:               Mr. J. V. Gannon

The above-named company is hereby authorized to commingle  
Lynch Yates-Seven Rivers

pool production from the following leases:

Lease Name:            B. V. Lynch "A" Federal  
Description:           E/2 NW/4, W/2 NE/4, NE/4 NE/4, E/2 SW/4 and SE/4 of Sec. 34  
                          and W/2 SW/4 of Sec. 35, T-20-S, R-34-E

Lease Name:            B. V. Lynch "B" Federal  
Description:           SE/4 SW/4 of Sec. 27, T-20-S, R-34-E  
                          Lea County

Lease Name:  
Description:

Production shall be allocated to each lease by

separately metering the production from each lease prior to  
commingling

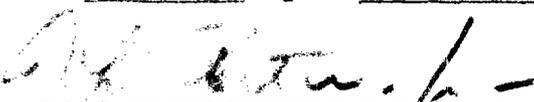
separately metering the production from the  
and determining the  
production by the subtraction method

well tests (if this method or the subtraction method above is  
to be authorized, all commingled production must be of identical  
ownership: working interest, royalty interest, and overriding  
royalty interest)

Note: This installation shall be installed and operated in accordance  
with the applicable provisions of Rule 309-B of the Commission  
Rules and Regulations and the Commission "Manual for the Installation and  
Operation of Commingling Facilities." It is the responsibility of the  
producer to notify the transporter of this commingling authority.

REMARKS:

DONE at Santa Fe, New Mexico, on this 8th day of February 19 74.

  
A. L. PORTER, Jr., Secretary-Director



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY  
Hobbs, New Mexico 88240

December 10, 1973

Texaco Inc.  
Drawer 723  
Hobbs, New Mexico 88240

Gentlemen:

Your letter of November 13 requests approval to commingle Lynch Yates-Seven Rivers pool production from your Lynch "B" Federal well No. 1, in sec. 27, with like production from wells on your Lynch "A" Federal lease in sec. 34 and 35, T. 20 S., R. 34 E., Lea County, New Mexico, leases Las Cruces 029519(b) and 029519(a).

The system for commingling described in the diagram attached to your letter is hereby approved, subject to like approval by the New Mexico Oil Conservation Commission. Your Lessee's Monthly Report of Sales and Royalty, Form 9-361, should show all computations used in allocating production to each lease.

Please notify our Hobbs office when the installation is completed so that a field inspection of the system can be made.

Sincerely yours,

*Arthur R. Brown*

Arthur R. Brown  
District Engineer

cc: Mr. A. L. Porter, Jr. ✓  
N.M.O.C.C.  
Santa Fe, New Mexico