



PETROLEUM PRODUCTS

TEXACO INC.
DRAWER 728
HOBBS, NEW MEXICO 88240

November 13, 1973

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

RE: Surface Commingle
B. V. Lynch "A" and "B"
Federal Leases
Lynch Yates Seven Rivers Pool
Lea County, New Mexico

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

Gentlemen:

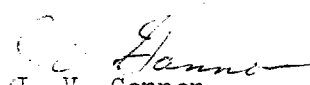
In accordance with New Mexico Oil Conservation Commission Rule 309-B, TEXACO Inc. respectfully requests administrative approval of an exception to Rule 309-A to permit commingling of hydrocarbon production from the Lynch Yates Seven Rivers Pool from TEXACO's B. V. Lynch "B" Federal into the central battery on TEXACO's B. V. Lynch "A" Federal Lease.

The working interest is common between leases, and the production has declined to a marginal status and is no longer subject to a sliding scale royalty payment. Production will be allocated to each lease on a periodic well test basis for which adequate testing facilities will be provided. A schematic diagram of the proposed commingling installation and plat of the subject leases are attached.

Texas-New Mexico Pipeline Company as purchaser of production is being furnished a copy of this application.

Your cooperation in this matter will be appreciated.

Yours very truly,


J. V. Gannon
District Superintendent

JBS/ECH/kw
MAS, Jr.
NMOCC - Hobbs
USGS - Hobbs
Texas-New Mexico Pipeline Co.

Attachments

LYNCH YATES - SMD

B. V. LYNCH "A" & "B" COMBINGED BATTERY

