

April 10, 1974

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

ATTN: Dan S. Nutter

Gentlemen:

Re: Application to Commingle Gilmore and Chambers Wolfcamp Production, Shoe Bar, North, Lea County, New Mexico

Pursuant to our telephone conversation of April 9, 1974, enclosed is a Xerox copy of the mentioned letter with attachments. This letter, dated March 29, 1974, was in response to your memo of March 25, 1974. Our records show that royalty interest owners were advised by certified mail on March 13, 1974.

Construction at the tank battery is in the final stages. It is requested that a member of the Commission call either Jim Farrell, or the undersigned, collect at AC 806--372-3411 once approval has been granted.

If additional information is required, do not hesitate to contact us.

Sincerely,

Michael P. Houston

Printerly 1

MPH/mp

Enclosure



March 29, 1974

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

ATTN: Dan S. Nutter

Gentlemen:

Re: Application to Commingle Gilmore and Chambers Wolfcamp Production, Shoe Bar, North, Lea County, New Mexico

Attached is additional correspondence on the above subject as requested in your memo of March 25, 1974. Texas-New Mexico will be the transporter of this crude and they are presently obtaining ROW for this installation. Koch Oil Company, Box 2256, Wichita, Kansas will be the purchaser and their letter of consent is attached.

If further questions arise, please do not hesitate to contact us.

Sincerely,

Michael P. Houston

Michael & Holling

MPH/mp

Enclosures

W. M. "Bill" Hougland VICE PRESIDENT CRUDE OIL PURCHASING AND SALES



March 27, 1974

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

Gentlemen:

This is to advise that Koch Oil Company has no objection to the commingling of the Wolfcamp production produced from Mesa Petroleum Company's Gilmore #1 and the Chambers #1, located in Section 7-16S-36E, Lea County, New Mexico.

Yours very truly,

W. M. Hougland

WMH/ta

March 14, 1974

APPLICATION OF MESA PETROLEUM CO. FOR COMMINGLING PRODUCTION FROM SEPARATE LEASES AT A COMMON BATTERY LOCATED IN UNIT M, SECTION 7, TOWNSHIP 16S, RANGE 36E, LEA COUNTY, NEW MEXICO, IN ACCORDANCE WITH RULE 309-B.

Oil Conservation Commission Box 2088 Santa Fe, New Mexico 87501

Mesa Petroleum Co. hereby makes application for commingling production from separate leases at a common battery located in Unit M, Section 7-16S-36E, Lea County, New Mexico in accordance with provisions of Rule 309-B for the following wells:

PRESENT WELLS OPERATED BY MESA

POOL

Gilmore #1-M-7-16S-36E Chambers #1-O-7-16S-36E

Wolfcamp (Shoe Bar North)
Wolfcamp (Shoe Bar North)

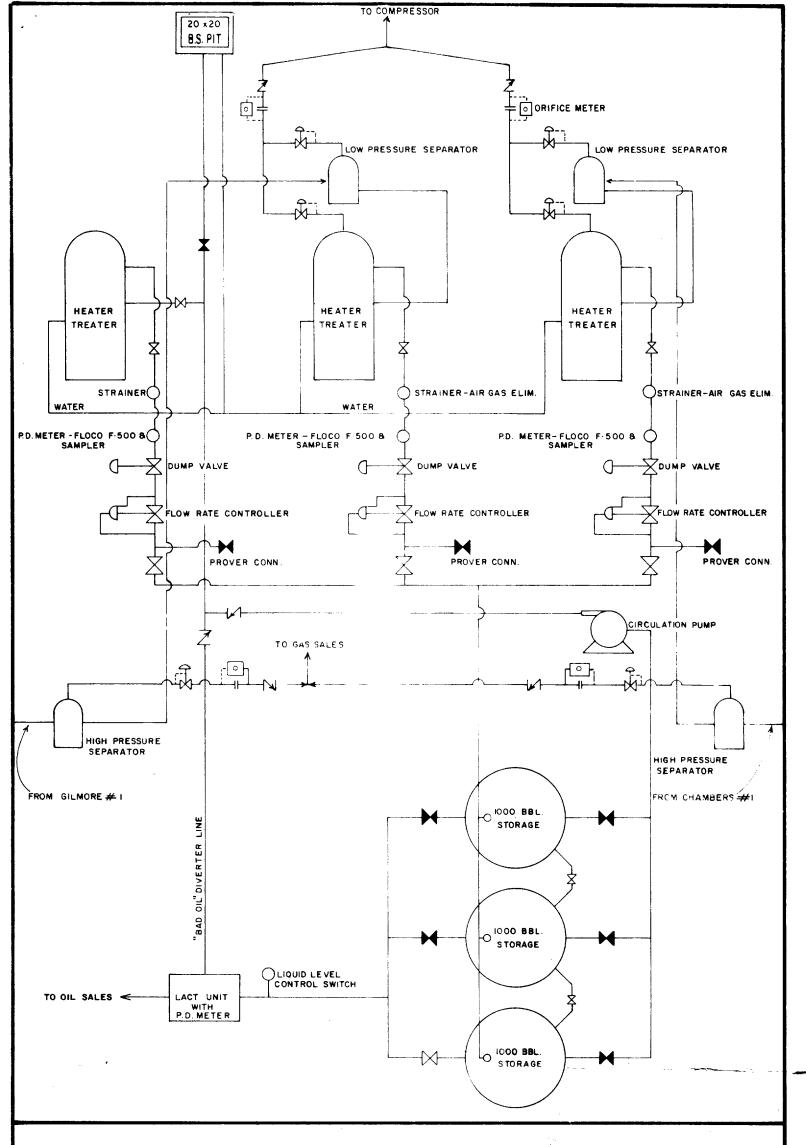
All royalty interest owners have been notified by certified mail of the commingling intent and application. Mesa owns 100% working interest in both leases. The transporter will be Texas-New Mexico Pipe Line.

A schematic diagram of the proposed installation is attached, showing complete separation of production through the metering devices. The attached plat shows the location of all wells and the pool or formation from which each well is producing.

MESA PETROLEUM CO. BOX 2009 AMARILLO, TEXAS 79105

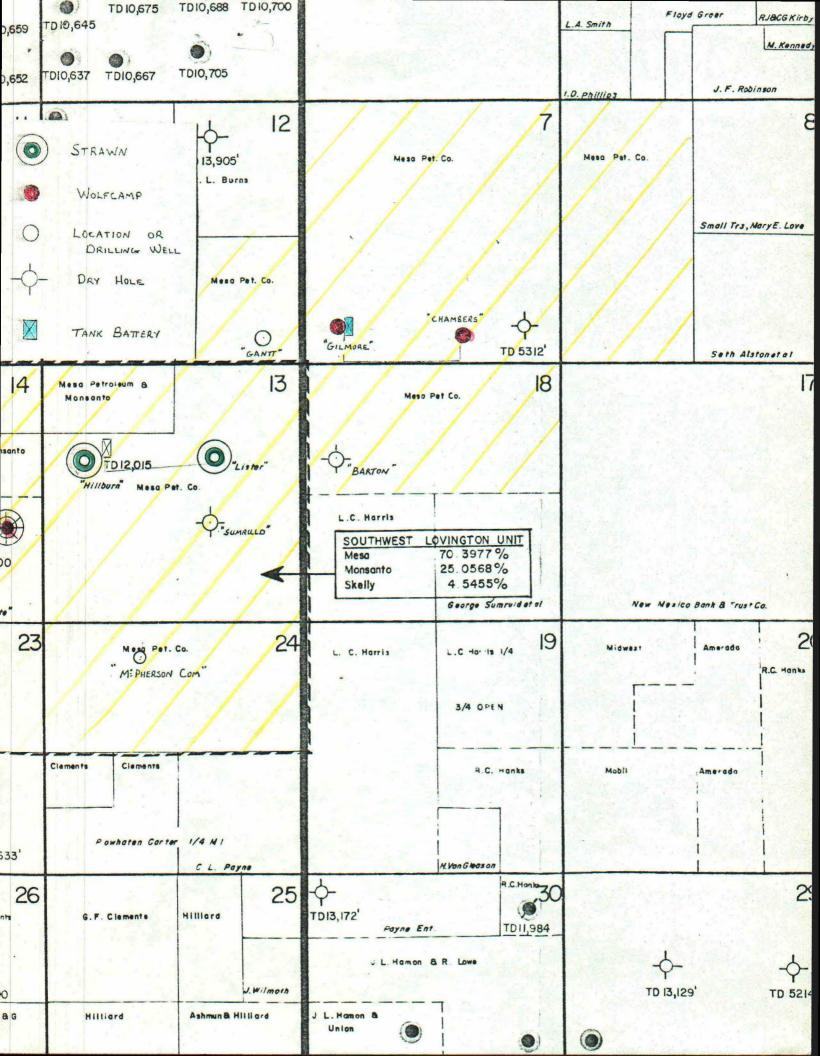
Michael P. Houston.

Production Engineer



MESA PETROLEUM CO.

GILMORE NO. I BATTERY
SHOEBAR NORTH WOLFCAMP FIELD
UNIT' M'SEC. 7 TI6S R36E
LEA CO., NEW MEXICO



#1 Gilmore: Royalty Owners

Barbara Lee Owens 303 Karen Drive Gonzales, La. 70737

Roy G. Barton, Jr. P. O. Box 978 Hobbs, N. M. 88240

Leeman Willis Jones P. O. Box 755
Lovington, N. M. 88260

Erma Gann
P. O. Box 1505
Lovington, N.M. 88260

Norene Jones Mansker P. O. Box 283 Lovington, N. M. 88260

#1 Chambers: Royalty Owners

Warren Gann P. O. Box 1626 Munahans, Texas 79756

Edith H. Vesley 14 Crestway Dr. Silver City, NM 88061

L. C. Green , Eva Mae Green 111 N4th St. Lovington, NM 88260

Mary L. Power P. O. Box 816 Lovington, NM

V. M. Shortes Lovington, NM 88260

Gus Deloras, John Argudales, Pete Argudales %Busy Bee Cafe Clovis, NM 88101

Ann Rallis Argeanas, Kustas Rallis, Sotirios Rallis 8205 Fruit NE Albuquerque, NM 87108

John Schnedar, William Schnedar, Jeanne Knuko P. O. Box 250 Roswell, NM 88201

Miriam Parke Christopher 642 Maple St. Winnetka, Ill 60093

Elaine Graham Krasne, Naomi H. Graham, John William McDonald, David Graham McDonald, Margot Suzanne McDonald
% Mrs. Mel M. Graham
Audobou, Iowa 50025

C. T. Sparkman
P. O. Box 741
Lovington, NM 88260

H. M. Faulkner
P. O. Drawer F
Conroe, Texas 77301

G. P. SimsP. O. Box 1046Eunice, NM 88231

Roy Barton P. O. Box 968 Hobbs, NM 88240

Jess Lynch 4608 Andrews Hy. Midland, Texas 79701

J. A. Chambers LessieStone Rt. #1 Box 100 Goldendale, Wash. 98620

C.C. Chambers, K. E. Chambers Box 591 Lovington, NM 88260

Christine Campbell 1201 Old Cavern Rd. Carlsbad, NM 88260

Collin C. Chambers Box 327 Jacksboro, Texas 76056