

TEXACO
INC.

PETROLEUM PRODUCTS



January 28, 1970

70 JAN 29 AM 8 12

DRAWER 728
HOBBS, NEW MEXICO 88240

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

Handwritten notes:
Halt low
Hand file 9/1/70

Re: Application for Permit to
Commingle Production,
TEXACO Inc. New Mexico "DM"
State NCT-1 and NCT-2 Leases,
Lazy "J" Penn Field
Lea County, New Mexico

Handwritten initials: CTR

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 Lazy "J" (Penn) Pool between New Mexico "DM" State NCT-1 and NCT-2 Leases consisting of the NW/4 and S/2, SW/4 of Section 21, Township 13 South, Range 33 East, Lea County, New Mexico.

The above leases are a common State Lease, being State Lease No. OG-1516. The Working Interest and Royalty Interest are all common between leases. Therefore, it is proposed that the production of the New Mexico "DM" State NCT-2 lease be routed to the central battery to be located on the New Mexico "DM" State NCT-1 lease and production be commingled. Production will be allocated to each lease on a periodic well test basis for which adequate well testing facilities will be provided. A schematic diagram of the proposed commingling installation and plat of the leases showing all wells and the formation in which they are completed are attached.

The State Land Office as Royalty Interest Owner and Texas-New Mexico Pipeline Company as purchaser of production are being furnished a copy of this application.

New Mexico Oil Conservation
Commission

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January 28, 1970

In view of the facts recited in this application, it is respectfully requested that administrative approval be granted TEXACO Inc. to permit the commingling into a common tank battery of hydrocarbon production from the Lazy "J" (Penn) Pool from the New Mexico "DM" State NCT-1 and NCT-2 Leases.

Yours very truly,



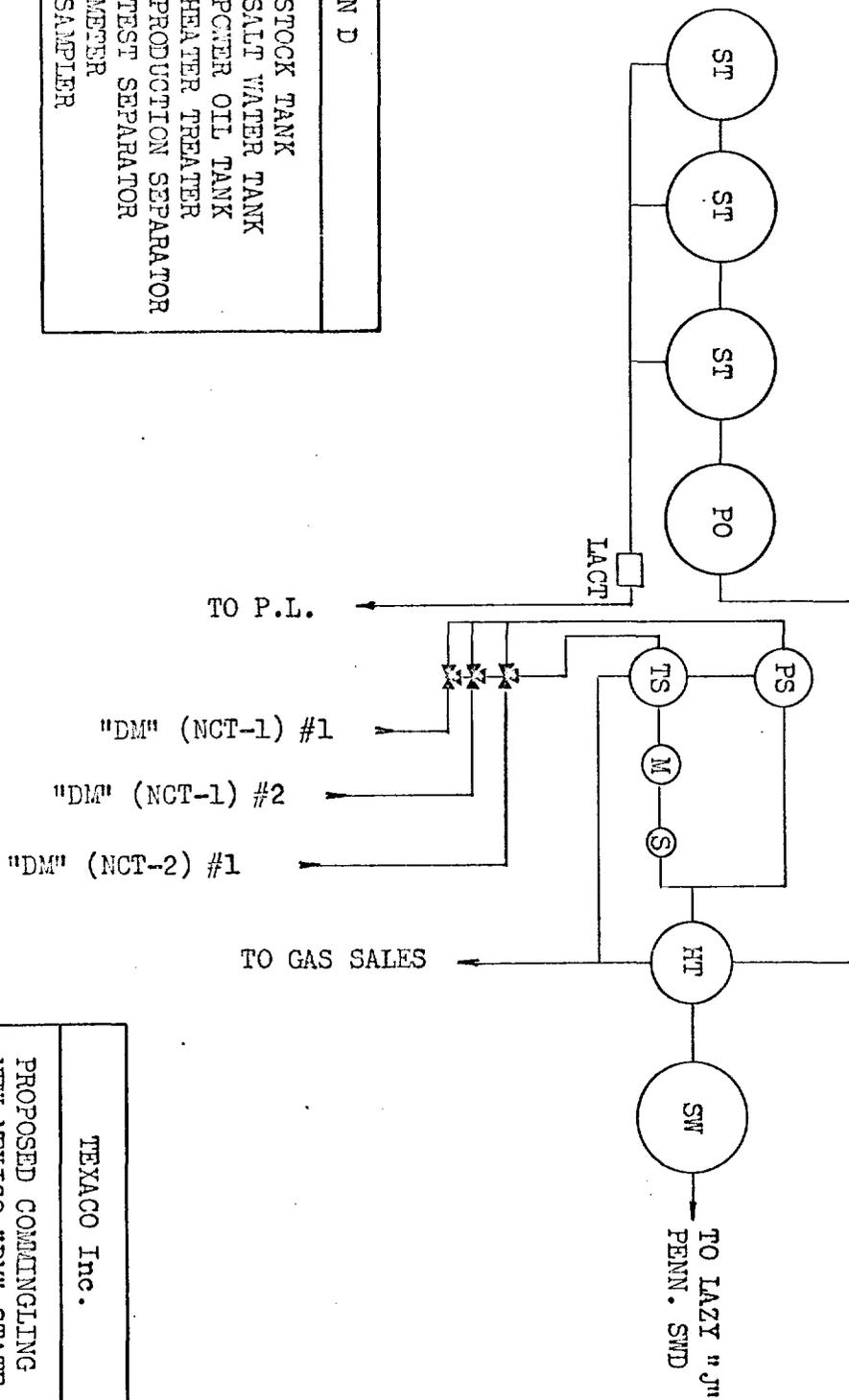
J. G. Blevins, Jr.
Assistant District Superintendent

KWH-cr

RJA
NMOCC-Hobbs
State Land Office
Texas-New Mexico Pipeline

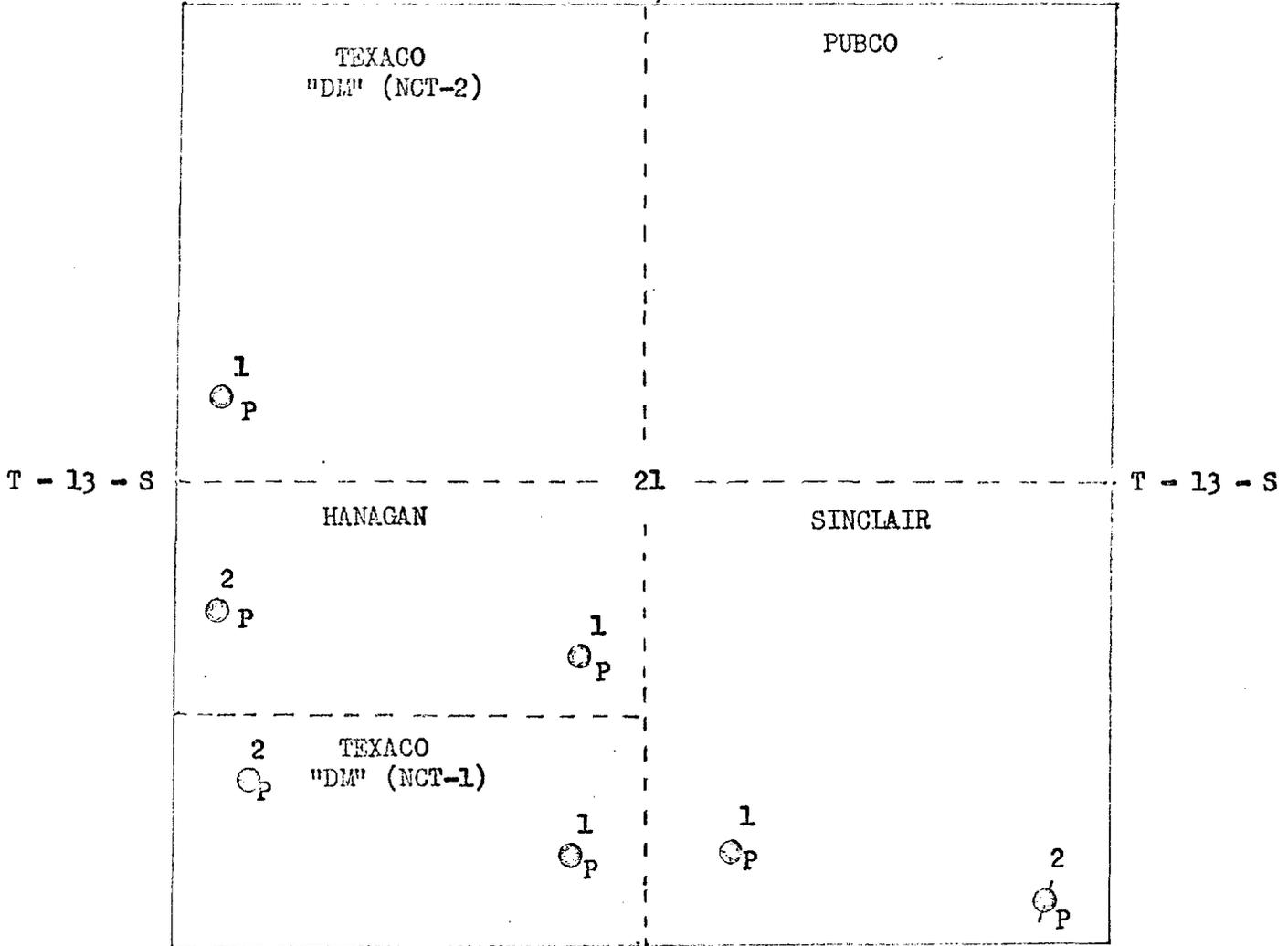
Attachments

L E G E N D	
ST	- STOCK TANK
SW	- SALT WATER TANK
PO	- POWER OIL TANK
HT	- HEATER TREATER
PS	- PRODUCTION SEPARATOR
TS	- TEST SEPARATOR
M	- METER
S	- SAMPLER



<p>TEXACO Inc.</p> <p>PROPOSED COMINGLING NEW MEXICO "DM" STATE (NCT-1) AND (NCT-2) LAZY "J" (PENN.) POOL IEA COUNTY, NEW MEXICO KWH/FMR 1-28-70</p>
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R - 33 - E



TEXACO INC.
NEW MEXICO STATE "DM" (NCT-1) & (NCT-2)
LAZY J (PENN) POOL
LEA COUNTY, NEW MEXICO

LEGEND

P - PENNSYLVANIAN

TEXACO
INC.

PETROLEUM PRODUCTS



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FEB 4 1970

DRAWER 728
HOBBS, NEW MEXICO 88240

February 2, 1970

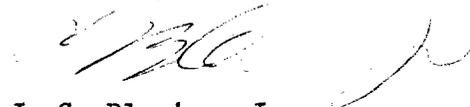
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. A. L. Porter

Gentlemen:

Attached please find a copy of a letter from
the Commissioner of Public Lands indicating approval of
the above captioned commingling application.

Yours very truly,

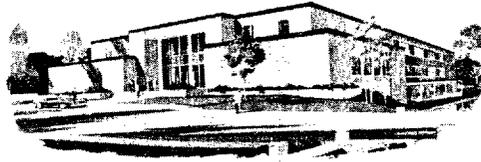

J. G. Blevins, Jr.
Assistant District Superintendent

KWH-cr

Attachment

163

State of New Mexico



Commissioner of Public Lands

January 29, 1970

ALEX J. ARMIJO
COMMISSIONER

P. O. BOX 1148
SANTA FE, NEW MEXICO

MAIN OFFICE 000
'70 FEB 4 PH 1 12

Texaco Inc.
Drawer 728
Hobbs, New Mexico 88240

Re: Application for Permit to
Commingle Production, TEXACO
Inc. New Mexico "DM" State
NCT-1 and NCT-2 (Common Lease
No. OG-1516) Lea County,
New Mexico

ATTENTION: Mr. J. G. Blevins, Jr.

Gentlemen:

Reference is made to your application dated January 28, 1970, requesting approval to commingle production from the Lazy "J" (Penn) Field between the New Mexico "DM" State NCT-1 and NCT-2 Leases, Common Lease No. OG-1516, Lea County, New Mexico.

You are hereby given approval to the above described request. Any deviation from your proposed request will be reason to cancel approval.

This approval is subject to the subsequent approval of the New Mexico Oil Conservation Commission.

Please remit a ten (\$10.00) Dollar filing fee.

Very truly yours,

Ted Bilberry, Director
Oil and Gas Department

TB/ML/s

cc: OCC-Santa Fe, New Mexico