

SHELL OIL COMPANY

PETROLEUM BUILDING
P.O. BOX 1509
MIDLAND, TEXAS 79701

10 FEB 2 10 00 C
AM 8 22

*45-11
92-161
30-11-24
Chris - Vadala
int*

January 29, 1970

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

Gentlemen:

Shell Oil Company hereby makes application for administrative approval to commingle before marketing production from the State "D" (E/2, NW/4, Section 24, T18S, R37E) and State "F" (W/2, NE/4, Section 23, T18S, R37E) leases, Hobbs Field, Lea County, New Mexico.

We propose to commingle the two leases without separately metering production from each lease as all interest in the leases is common throughout. Allocation of production from each well and each lease will be based on monthly well tests.

All wells produce from the same zone with similar gravities; therefore, no change in the commercial value of the production is anticipated.

Attached for your consideration are a lease plat, schematic diagram of the proposed installation, and letters from the royalty owner and purchaser of the production consenting to the proposed commingling. If additional information is required, please contact this office.

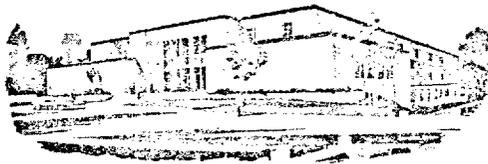
Yours very truly,

J. L. Mahaffey, Manager
Production Department-West
Midland Division

RJC;CW

Attachments

State of New Mexico



MIDLAND DIVISION		
RECEIVED		
JAN 26 1970		
JVL	RDM	TJC
RJO	RHK	
ALF	ACW	



Commissioner of Public Lands

January 22, 1970

ALEX J. ARMIJO
COMMISSIONER

P. O. BOX 1148
SANTA FE, NEW MEXICO

MID. DIV. PROD. WEST	
JAN 22 1970	
1	ALL/10/18/1970/41
	REC
2	
	JVL
	RDM
3	ALL/7/16
	RJO
	ALF
5	ALL/1/27

Production Div West

Shell Oil Company
Petroleum Building
P. O. Box 1509
Midland, Texas 79701

Gentlemen:

Reference is made to your application dated January 16, 1970, requesting approval to commingle San Andres production from the following leases:

- State "D", E/2, NW/4, Section 24, T18S, R37E
- State "F", W/2, NE/4, Section 23, T18S, R37E

The production from these leases will be commingled into one tank battery located on the State "D" lease, Hobbs field 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.

Very truly yours,

Ted Bilberry
Ted Bilberry, Director
Oil and Gas Department

TB/ML/s
cc: OCC-Santa Fe, New Mexico

SHELL OIL COMPANY

DATE JANUARY 28, 1970

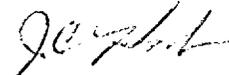
TO DIVISION PRODUCTION MANAGER - WEST

FROM RAW MATERIALS SUPPLY
MIDLAND DIVISION SERVICES

SUBJECT SHELL OIL COMPANY
STATE "D" AND "F" LEASES
HOBBS (SAN ANDRES) FIELD
LEA COUNTY, NEW MEXICO

Shell Oil Company, as purchaser of the Hobbs (San Andres) production from the above leases, has no objection to your commingling both leases into common storage on the State "D" lease.

TEM:ERL


J. C. Hart

cc - Shell Pipe Line Corporation
Tender Section

MID. DIV. PROD. WEST	
JAN 29 1970	
1	REC
2	SA 716
3	SA 716
4	SA 716
5	SA 716
6	FILED

107
109

Shell
NM 1824
320 Ac.
6-17-67
P.D.S.

Aztec
3-19-78

Amerada
H.B.P.

Cont.
8-19-68

Lone Star
Golden
3693

R.D. Collier
Pan Amer
3688

C.R. Turner
4-15-69

Humble
10-21-68

Landrath
3675

H.G. Houston

State

State

State

Getty
"B"

Continental
"B"

E.F. Moran Inc.

Moran Drig. Co.

Gulf
H.B.P.

Moran
H.B.P.

3699

3697

3688

3698

3688

3684

3682

3680

3678

3675

3678

3683

3685

3683

3682

3678

3678

3674

3674

Amerada
WH "B"

T.P.C. & O. Co.

3690

3684

3679

3674

Amerada

3674

3670

Gulf
"FO"

Amerada
WH "B"

3696
Pan Am
3683

3695

3690

3678

Lizzie Rice

Boon Hardin

3668

3669

Cities Service
H.B.P.

T.P.C. & O. Co.

3691

3685

3685

3685

3674

3673

3672

3670

3665

3666

3691

3690

3687

3685

3682

3674

3671

3667

3664

3663

3662

N.M. 1179-A
200 Ac.
P.D.S.

C.H. Sweet
(To 4500)
Shell DR.
Shell Fdn. 3683

N.M. 1179-B
120 Ac.
P.D.S.

Shell
NM-881
80 Ac.
"D"
P.D.S.

Tom Shipp

John A. Yates
Shell DR.
Shell Fdn. DRR
N.M. 1179-A
200 Ac.
P.D.S.

3689

3687

3681

3675

3675

3674

3670

3667

3663

3662

Amerada
"E"

3682

3674

3671

3667

3664

3663

3662

Samedan
Noble Drig.-S.R.
C

Shell
N.M. 520-A
160 Ac.
P.D.S.
Shell Fdn.

T.P.C. & O. Co.

3670

3667

3663

3661

3660

3676

3676

3670

3667

3664

3662

3659

3658

Cactus Drig.
Pan Am

So. Per. Expl.
9-1-75

Moran
H.B.P.

Skelly
"E"

3679

3673

3671

3664

3663

3660

3659

3658

Gulf
12-16-69

"Hobbs"

3677

3673

3671

3664

3663

3660

3659

3658

Samedan
"B"

3670

3663

3662

3662

3662

3659

3657

3691

3690

3689

3687

3681

3675

3675

3674

3670

3667

3663

3662

Gulf
12-15-69

Skelly
H.B.P.

3671

3669

3661

3661

3657

3653

3653

3652

Gulf
H.B.P.

3670

3670

3671

3670

3666

3664

3660

3661

3656

3654

3654

Gulf
12-15-69

Skelly
H.B.P.

3671

3666

3661

3661

3657

3653

3653

3652

R.G. McPherson
3-21-75

Gulf
"D"

3660

W.K. Byrom
3662

3658

Amerada
"C"

3658

Sun
DX
3664

3651

3651

3651

3645

Gulf
"Holt"

3661

"Holt"

3661

3661

3657

3653

3653

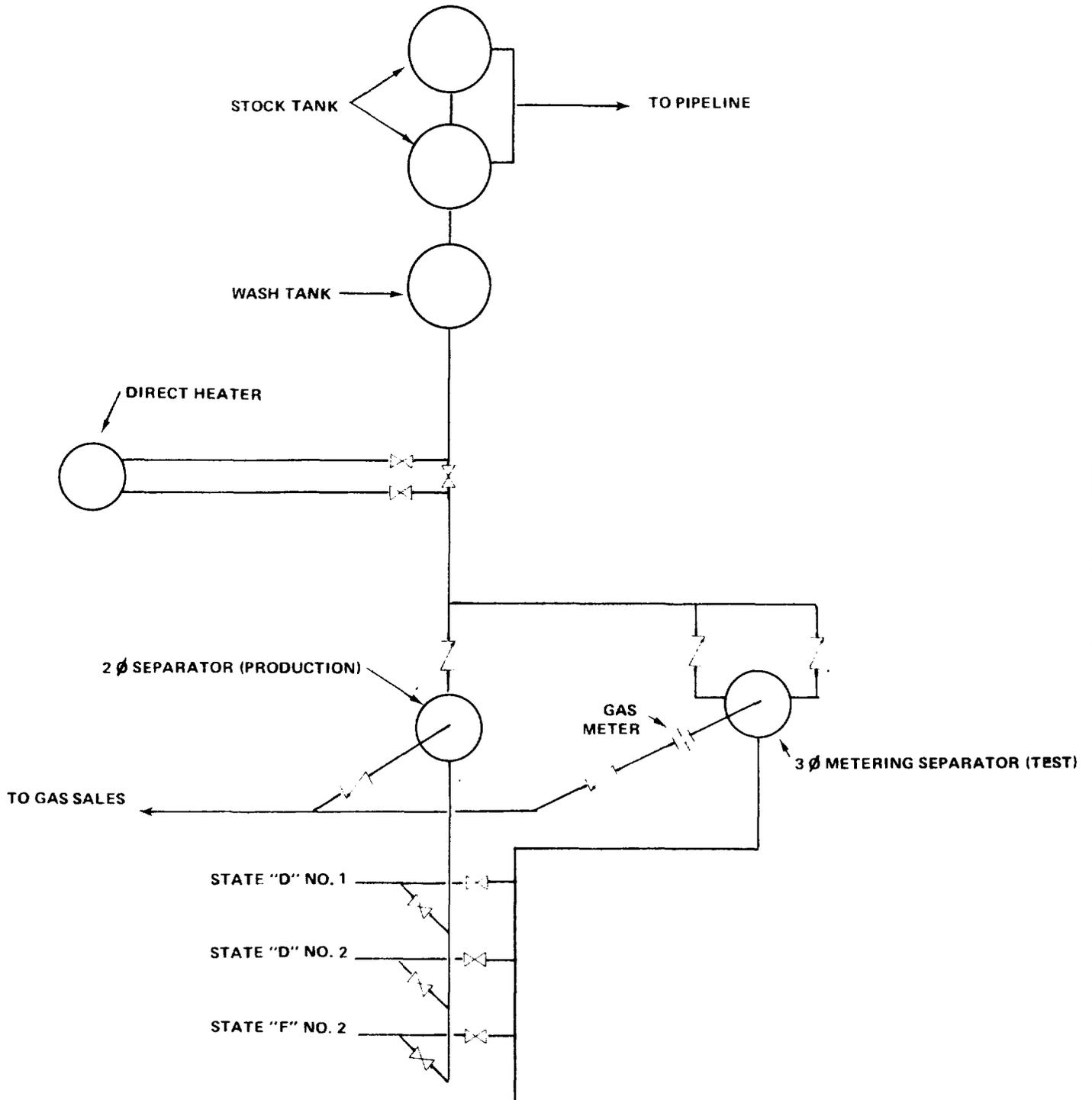
3653

3641

HOBBS FIELD
LEASE OWNERSHIP PLAT
SHOWING STATE - GRAHAM "D" LEASE
(SEC 24) AND STATE "F" LEASE (SEC 23)

- LEGEND
- SAN ANDRES PRODUCER
 - ⊙ BLINEBRY PRODUCER

SCALE: 1" = 2000'



SHELL OIL COMPANY	SOUTHWESTERN E & P REGION MIDLAND DIVISION	PRODUCTION WEST
SCHEMATIC OF COMMINGLING INSTALLATION STATE "D" & "F" LEASES HOBBS FIELD, NEW MEXICO		
Des: R. J. COENEN		Date: 1/14/70
Scale: NONE		Dwg. No. 3163