



MAIN OFFICE 000

Mobil Oil Company

1960 JUL 1 AM 8:19 Division of Socony Mobil Oil Company, Inc.

P. O. Box 2406
Hobbs, New Mexico

June 29, 1960

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attn: Mr. A. L. Porter, Jr., Secretary

Dear Mr. Porter:

I hereby respectfully submit Socony Mobil Oil Company's request to commingle sour crude production on the E. O. Carson Lease, located in W/2 SW/4 and SE/4 SW/4 of Section 28 and SW/4 NE/4 and NW/4 of Section 33, T-21S, R-37E, Lea County, New Mexico, as authorized by the Oil Conservation Commission Rule 303 as amended by Order No. R-1597. The three sour crudes to be commingled are produced from the Paddock, Penrose-Skelly and McCormack Pools.

The following exhibits are attached:

- Exhibit I - Plat showing location of all present and proposed wells on the lease and their respective fields.
- Exhibit II - A schematic diagram of the proposed commingling installation.
- Exhibit III - Detailed data concerning gravities, volumes produced from each pool, and the values thereof for the present and the proposed commingled crudes.

A copy of this application has been submitted to all royalty owners for approval. Any other pertinent information will be furnished upon request.

Yours very truly,

SOCONY MOBIL OIL COMPANY, INC.

C. H. Samples
C. H. Samples
Producing Superintendent

RFK/nrh
Attachment (3)

PC-13
New July 20.
(Waters)

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21
S**

-28

Mobil

***22(Proposed)**

*20

△*4

#16

#5

#11 (Proposed)

E. O. Carson

-33

= LEGEND =

- PADDOK
△ PENROSE SKELLY
□ Mc CORMACK

E. O. CARSON LEASE

Sec. 28 & 33, T-21-S, R-33-E

Lea County, New Mexico

MOBIL OIL CO.

A DIVISION OF SOCONY MOBIL OIL COMPANY INC.

HOBBS, NEW MEXICO

SURVEYED BY R F K

DATE	6-27-60
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DRWG. NO.

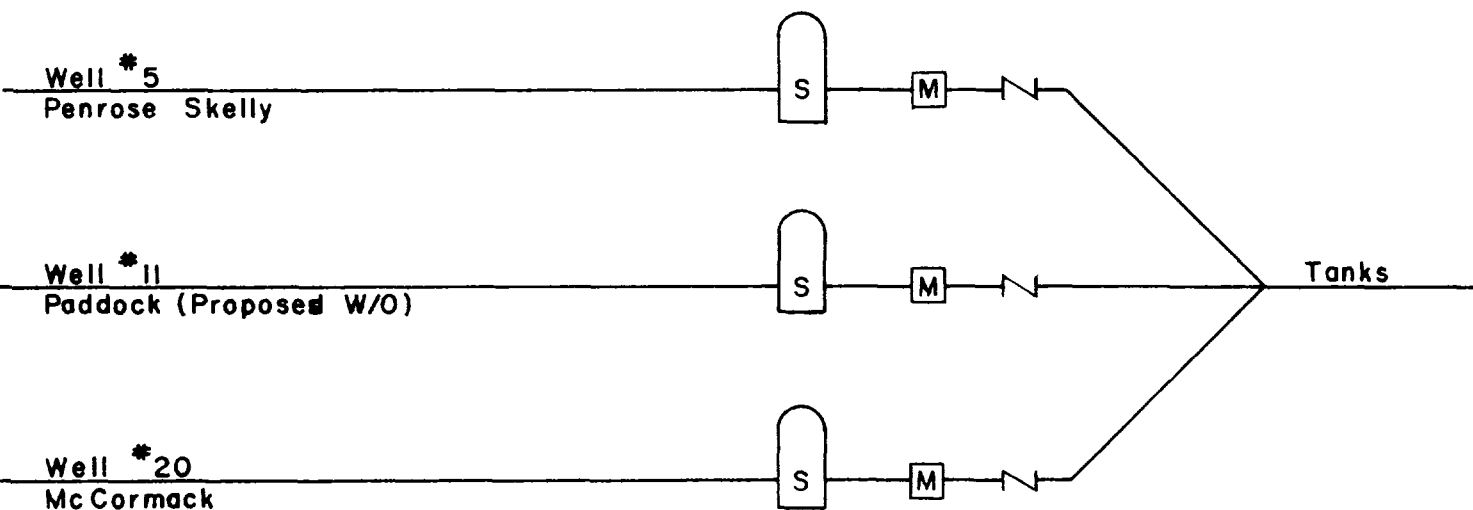
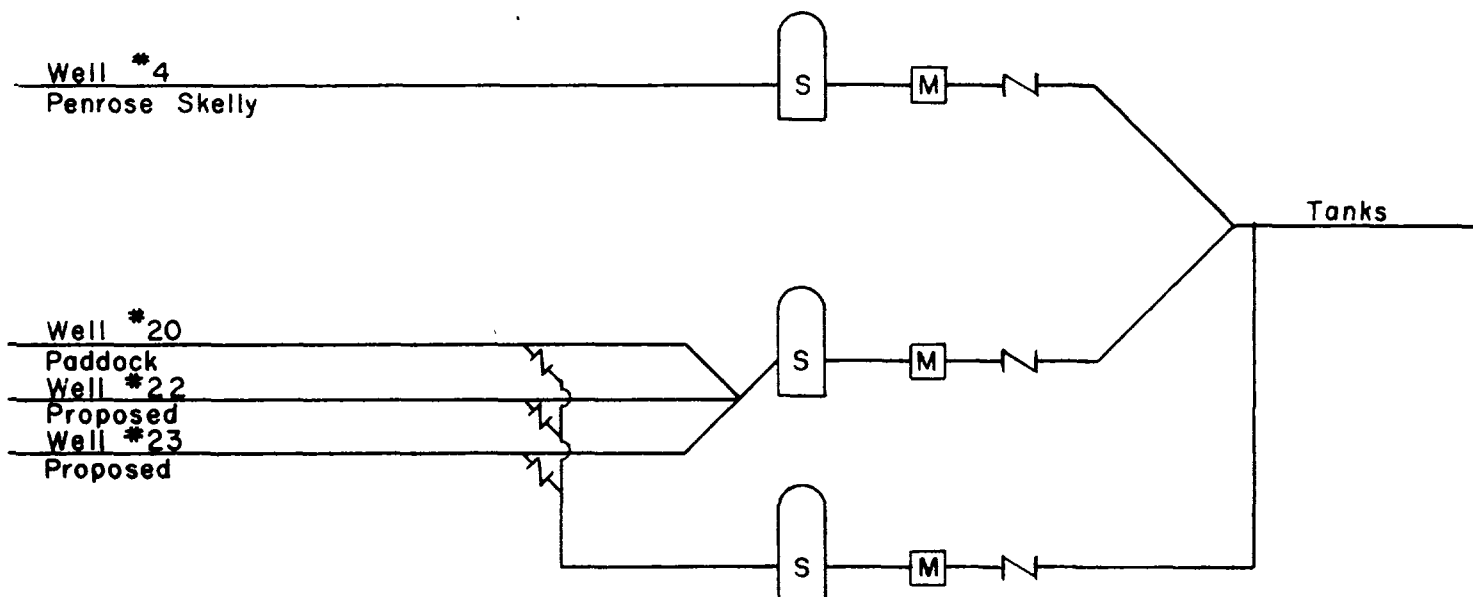
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DATE	6-29-60
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SCALE 1"=1000

FIELD BOOK NO.

SOUR BATTERIES



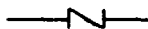
= LEGEND =



SEPARATOR or HTR. TREATER



METERING DEVICE



CHECK VALVE

EXHIBIT II

COMMINGLING INSTALLATION-SOUR
E. O. CARSON LEASE

Sec. 28 & 33, T 21 S, R 37 E
Lea County, New Mexico

MOBIL OIL CO.

A DIVISION OF SOCONY MOBIL OIL COMPANY INC.
HOBBS, NEW MEXICO

SURVEYED BY R F K

DATE 6-27-60

DRWG. NO.

DRAWN BY C. E. L.

DATE 6-29-60

SCALE

FIELD BOOK NO.

EXHIBIT III

Commingled Fluid Production
Socony Mobil Oil Company, Inc.
E. O. Carson Lease, Section 28 & 33, T-21S, R-37E
Lea County, New Mexico

Battery	Zone	API Gravity	Daily Prod.Bbls.		Unit Value	Total Value
			Oil	Water		
Sour Wells						
South Side Battery						
	#5	33.5°	10.5		\$2.74	\$ 28.77
	#11	37.9°	44.0		2.86	125.84
	#16	39.1°	18.7		2.92	<u>54.60</u>
Battery Total						\$209.21
Calculated Commingled Total		37.6°	73.2		\$2.86	\$209.35
Sour Wells						
North Side Battery						
	#4	33.5°	2.2		\$2.74	\$ 6.03
	#20	37.9°	44.0		2.86	125.84
	#22	37.9°	44.0		2.86	125.84
	#23	37.9°	44.0		2.86	<u>125.84</u>
Battery Total						\$383.55
Calculated Commingled Total		37.8°	134.2		\$2.86	\$383.81

It may be noted that the value of the crude produced from both batteries is increased \$.40 per day by commingling. This is monthly revenue increase of \$12.40 based on a 31 day month, with the future addition of the proposed Paddock wells shown.

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OIL CONSERVATION COMMISSION
1950 JUL 8 PM 1:31
BOX 2045

HOBBS, NEW MEXICO

Leslie V. Clements

$$FV = PV(1 + r)^n$$

Example: Find the future value of \$1000 invested at 5% for 10 years.

$$FV = 1000(1 + 0.05)^{10}$$

$$FV = 1000(1.05)^{10}$$

$$FV = 1000(1.62889)$$

$$FV = 1628.89$$

Example: Find the present value of \$1000 due in 10 years at 5%.

$$PV = \frac{FV}{(1 + r)^n}$$

$$PV = \frac{1000}{(1.05)^{10}}$$

$$PV = 613.91$$

$$PV = \frac{1000}{1.62889}$$

$$PV = \frac{1000}{1.62889}$$

$$PV = 613.91$$

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