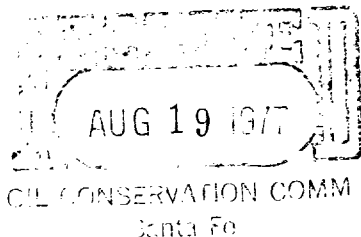




PETROLEUM PRODUCTS

August 18, 1977

TEXACO INC.
DRAWER 728
HOBBS, NEW MEXICO 88240



SURFACE COMMINGLING
J. R. Phillips Lease
Lea County, New Mexico

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

ATTENTION: MR. JOE D. RAMEY

Gentlemen:

In accordance with New Mexico Oil Conservation Commission Rule 303-B, Texaco Inc. respectfully requests permission to surface commingle liquid hydrocarbon production from the currently commingled Monument Abo, Blinebry and Paddock, and Eunice-Monument Grayburg-San Andres pools with that from the Monument McKee Ellenburger pool on the J. R. Phillips Lease, and to determine production from each well and pool by periodic well tests.

The gravity of the currently commingled Monument Abo, Blinebry and Paddock, and Eunice-Monument Grayburg-San Andres crude is 39° API with a value of \$13.13 per barrel and estimated production of 112 barrels per day. The gravity of the Monument McKee Ellenburger condensate is 67° API with a value of \$13.90 per barrel and estimated production of 3 barrels per day. The expected gravity of the commingled crude is 40° API with a value of \$13.15 per barrel. The value of the commingled production will be the same as the sum of the values of the production from each common source of supply.

A plat of the J. R. Phillips Lease indicating the location and pool from which each well produces, a diagram of the proposed commingling facility and a diagram of the present facility are attached.

A copy of this application is being sent to the Texas-New Mexico Pipeline Company as purchaser of the crude oil production from this lease.

Very truly yours,


J. V. Gannon

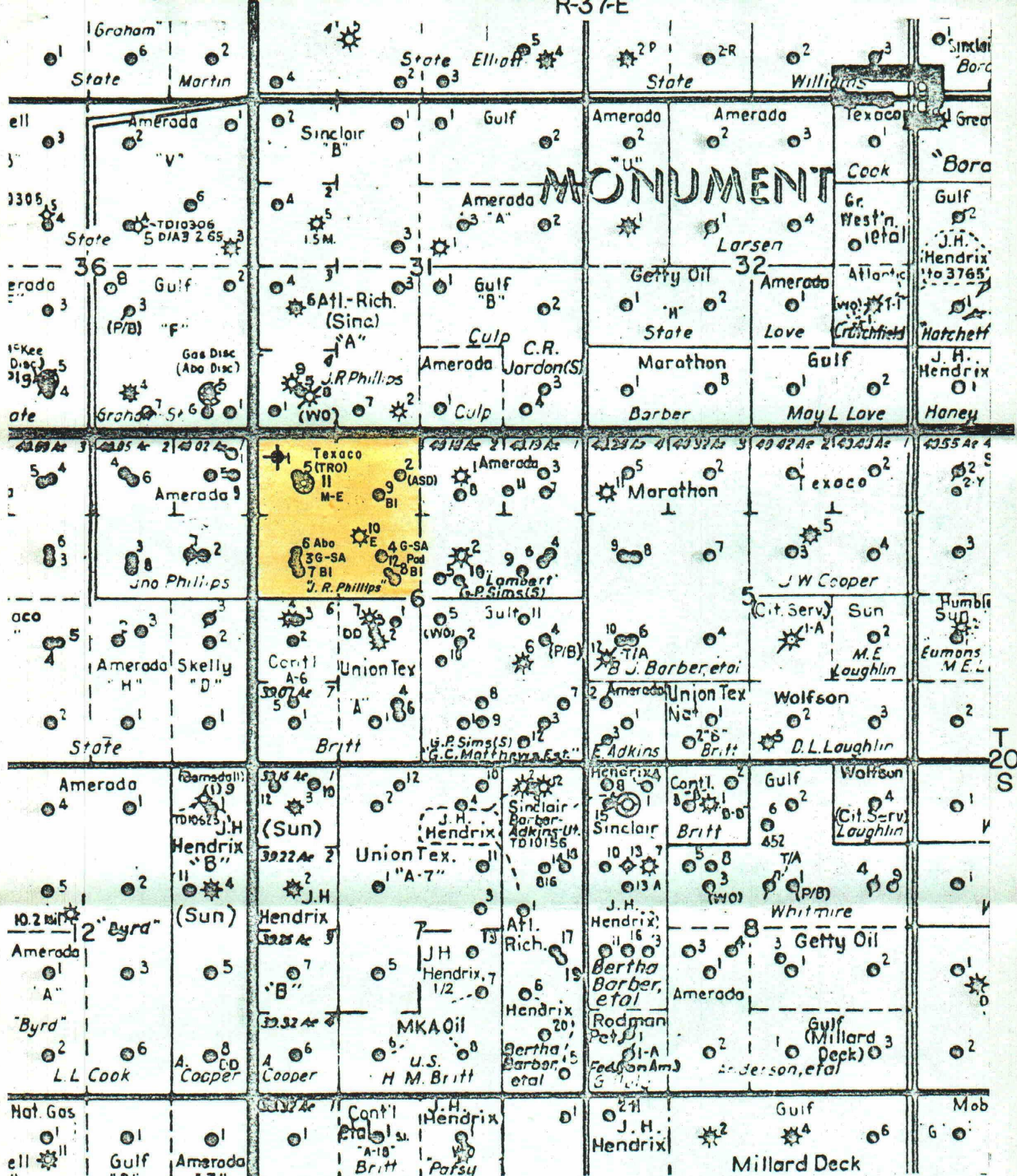
District Superintendent

WRH:las
Attachments

Texas-New Mexico Pipeline



Working to keep
your trust for
75 years



E - EUMONT (GAS)

G-SA - EUN-MON GRAYBURG-SA

Pad - MON. PADDOCK

BI - MON. BLINEBRY

Abo - MON. ABO

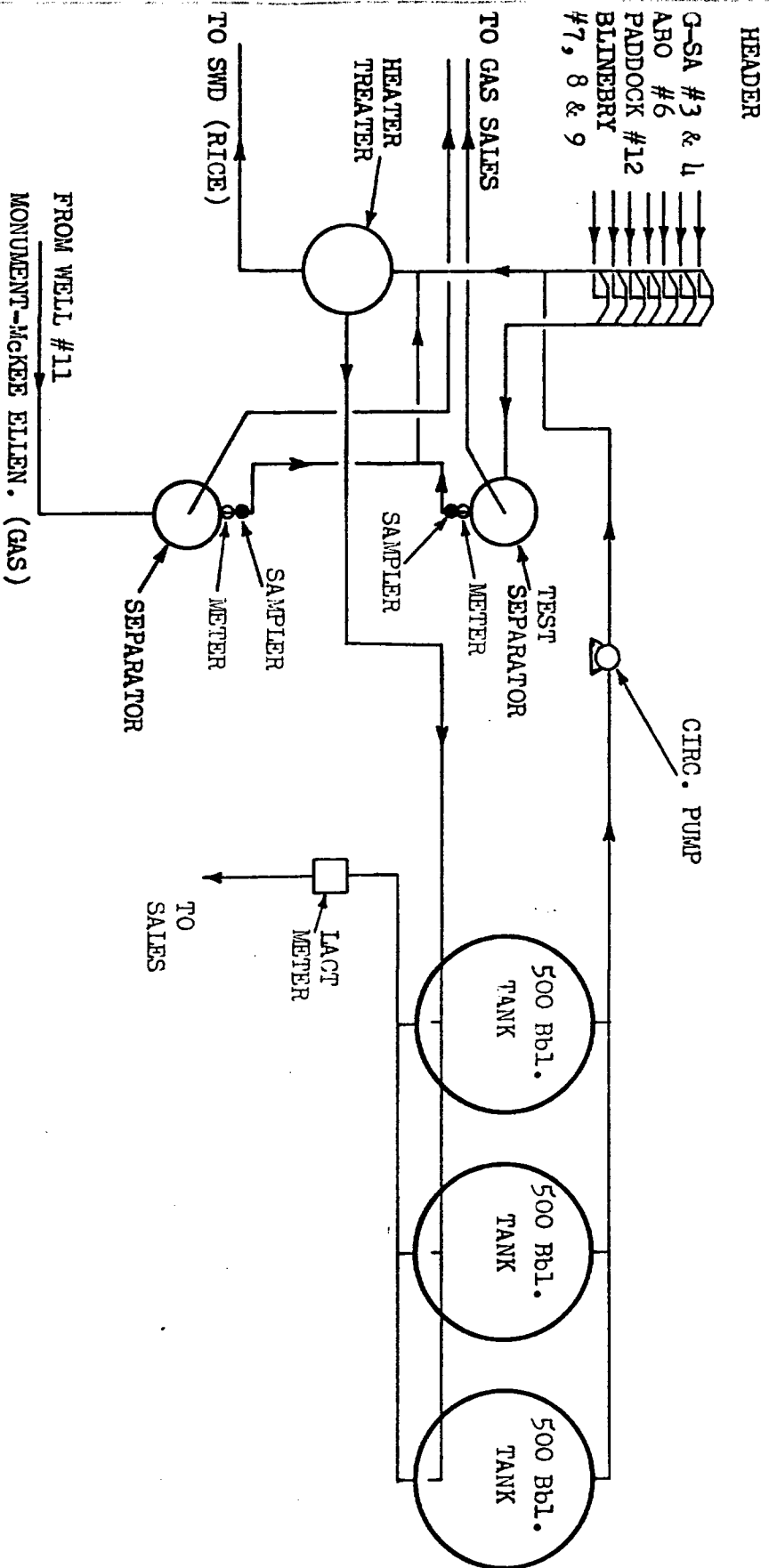
M-E - MON.-McKEE-ELLEN. (GAS)

✦ PLUGGED & ABANDONED

(TRO) - TO BE RECONDITIONED OIL

(ASD) - ABD. SALVAGE DEFERRED

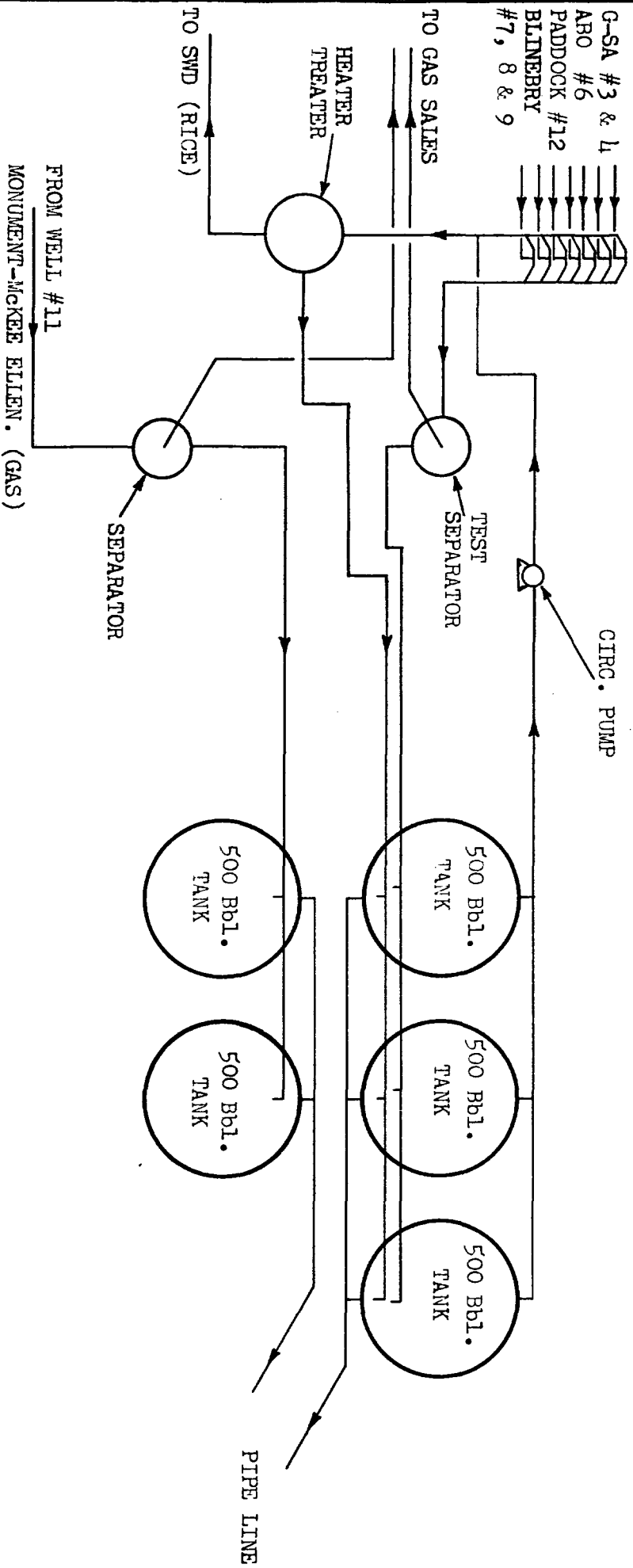
TEXACO Inc.
J. R. PHILLIPS LEASE
EUNICE-MONUMENT & MONUMENT FIELDS
LEA COUNTY, NEW MEXICO



TEXACO Inc.
PROPOSED
BATTERY CONSOLIDATION
J. R. PHILLIPS
EUNICE-MONUMENT & MONUMENT FIELDS
IEA COUNTY, NEW MEXICO



HEADER



TEXACO Inc.
PRESENT
TANK BATTERY FACILITIES
J. R. PHILLIPS
EUNICE-MONUMENT & MONUMENT FIELDS
IEA COUNTY, NEW MEXICO