



TIDEWATER OIL COMPANY

Box 547
Hobbs, New Mexico
December 17, 1962

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

Gentlemen:

Tidewater Oil Company respectfully submits this application for administrative approval to commingle oil production from the Justis Tubb-Drinkard Pool with oil from the Justis Blinbry Pool on its G. D. Riggs "B" lease in accordance with Rules 303 and 309-B of the New Mexico Oil Conservation Commission Rules and Regulations as revised by NMOCC Order No. R-2060.

In support of this application, Tidewater Oil Company wishes to state the following:

1. Tidewater Oil Company's G. D. Riggs "B" lease is located in Sec. 1, T26E, R37E, Lea County, New Mexico.
2. Attached is a table listing the present gravities, values thereof, composite gravity, value thereof, daily volume and daily revenue increase.
3. The expected commercial value of the commingled production will be more than the commercial value of the present production by approximately \$156 per day.
4. Attached is a diagrammatic sketch of the proposed installation.
5. Attached is a plat showing the location of all wells on the above lease.
6. Tidewater has furnished the U.S.G.S., as interest owner, a copy of the attached plat and sketch with a letter of request for approval. Tidewater has secured U.S.G.S. approval as per attached letter.

If any additional information is desired, please advise.

Respectfully,

TIDEWATER OIL COMPANY

C. L. Wade
C. L. Wade,
Area Superintendent

WCS:bw
Attachments

TIDEWATER OIL COMPANY

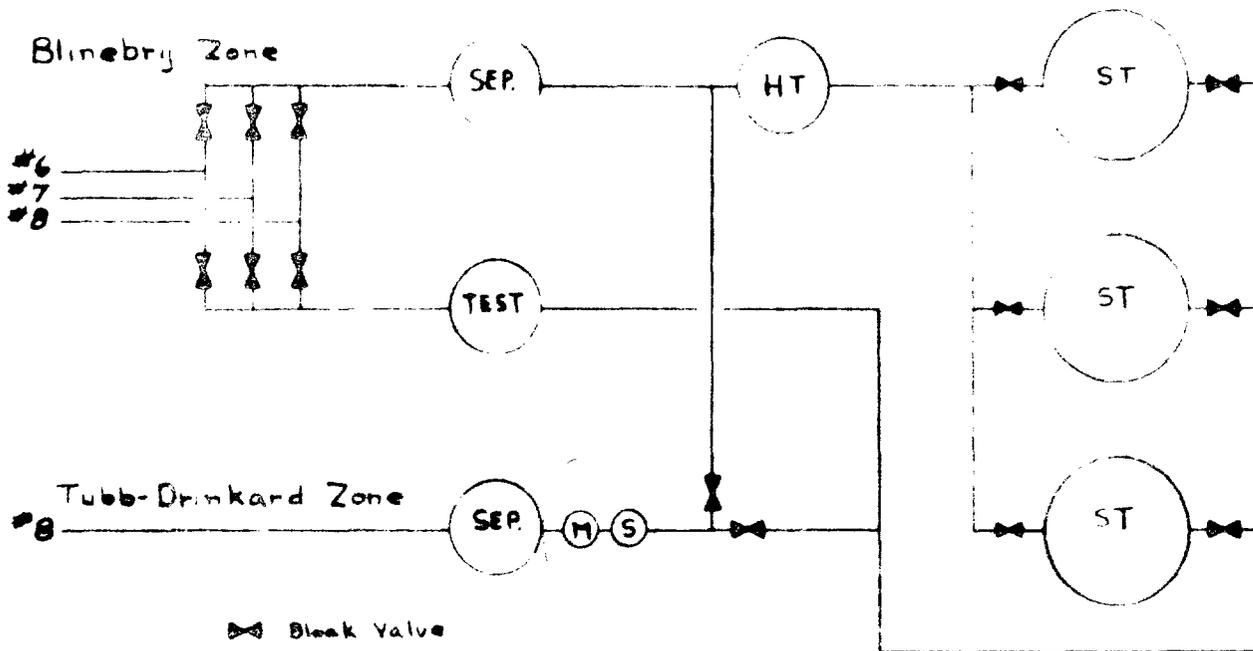
Application to commingle Justis Tubb-Drinkard production with Justis Blinebry.

G. D. RIGGS "B" LEASE

GRAVITY AND VALUE DATA

<u>ZONE</u>	<u>NO. OF WELLS</u>	<u>°API GRAV.</u>	<u>NORMAL PRICE UNIT</u>	<u>AVERAGE DAILY PROD.</u>	<u>°API COMPOSITE GRAVITY</u>	<u>COMPOSITE UNIT PRICE</u>	<u>UNIT PRICE INCREASE</u>	<u>DAILY REVENUE INCREASE</u>
Blinebry	3	38.4	2.97	150	38.0	2.97	-	-
Tubb-Drinkard	1	35.4	2.91	26	38.0	2.97	0.06	1.56

PROPOSED FACILITIES FOR COMMINGLING
THE BLINEBRY AND TUBB-DRINKARD ZONES



- ⊘ Block Valve
- (M) Meter
- (S) Sampler
- (ST) Stock Tank
- (SEP) Separator
- (TEST) Testing Vessel
- (HT) Heater Treater

TIDEWATER OIL COMPANY
G.D. RIGGS "B" LSE.
LEA COUNTY
N. MEX.



UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Drawer 1857
Roswell, New Mexico

December 10, 1962

Tidewater Oil Company
P. O. Box 547
Hobbs, New Mexico

Attention: Mr. C. L. Wade

Gentlemen:

Your letter of December 3, 1962, requests approval to commingle production from the Blinbry and Tubb-Drinkard zones located in sec. 1, T. 26 S., R. 37 E., N. M. P. M., Lea County, New Mexico, on Federal lease Las Cruces 049439(b).

The method of commingling described by the diagrams attached to your letter is hereby approved. You are requested to notify our Hobbs office when the installation is completed so that a field inspection of the system can be made.

Very truly yours,

JOHN A. ANDERSON
Regional Oil and Gas Supervisor