

UNION TEXAS PETROLEUM CORPORATION

P. O. BOX ~~XXX~~¹⁸⁵⁹ • MIDLAND, TEXAS • MUTUAL 2-7340
August 27, 1963

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

Attention: Mr. A. L. Porter, Jr.
Secretary - Director

Gentlemen:

Union Texas Petroleum Corporation has recently dually completed its Stuart No. 6 well, located 2310' FWL and 330' FNL Unit C, Section 11, T-25-S, R-37-E, Lea County, North Justis Blinebry and Tubbs-Drinkard Fields.

We respectfully request an Administrative Approval for an exception to Rule 303, Segregation of Production From Pools in order to permit us to commingle the Blinebry and Tubbs-Drinkard zones in common ACT facilities. The attached schematic diagram of the proposed installation indicates that each zone will be measured separately using positive volume dump meters and samplers prior to commingling into common treating and ACT storage.

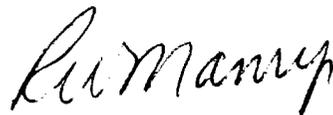
The Blinebry oil gravity is approximately 39°API corrected and is valued at \$3.01 less \$0.02 gravity penalty or \$2.99 per barrel. The Tubb-Drinkard zone oil gravity is approximately 37°API corrected and is valued at \$3.01 less \$0.06 gravity penalty or \$2.95 per barrel. We expect to produce 50 barrels or current top allowable from each zone per day and expect the commingled gravity to average 38°API corrected, valued at \$2.97 per barrel. The actual commercial value of the commingled production will not be less than the sum of the values of the production from each zone if sold separately.

We are forwarding to the Hobbs NMOCC District office Form C-106, Notice of Intention to Utilize Automatic Custody Transfer Equipment, in accordance with Rule 309-A. We propose to use an ACT system in conjunction with this requested exception.

By separate correspondence we are requesting interest owner Joseph Seagram & Son (16.667%) and the Regional Supervisor of the United States Geological Survey for their consent to the proposed commingling and ACT installation. We trust they will so advise you of their consent by separate letter.

Your early consideration and approval would be appreciated.

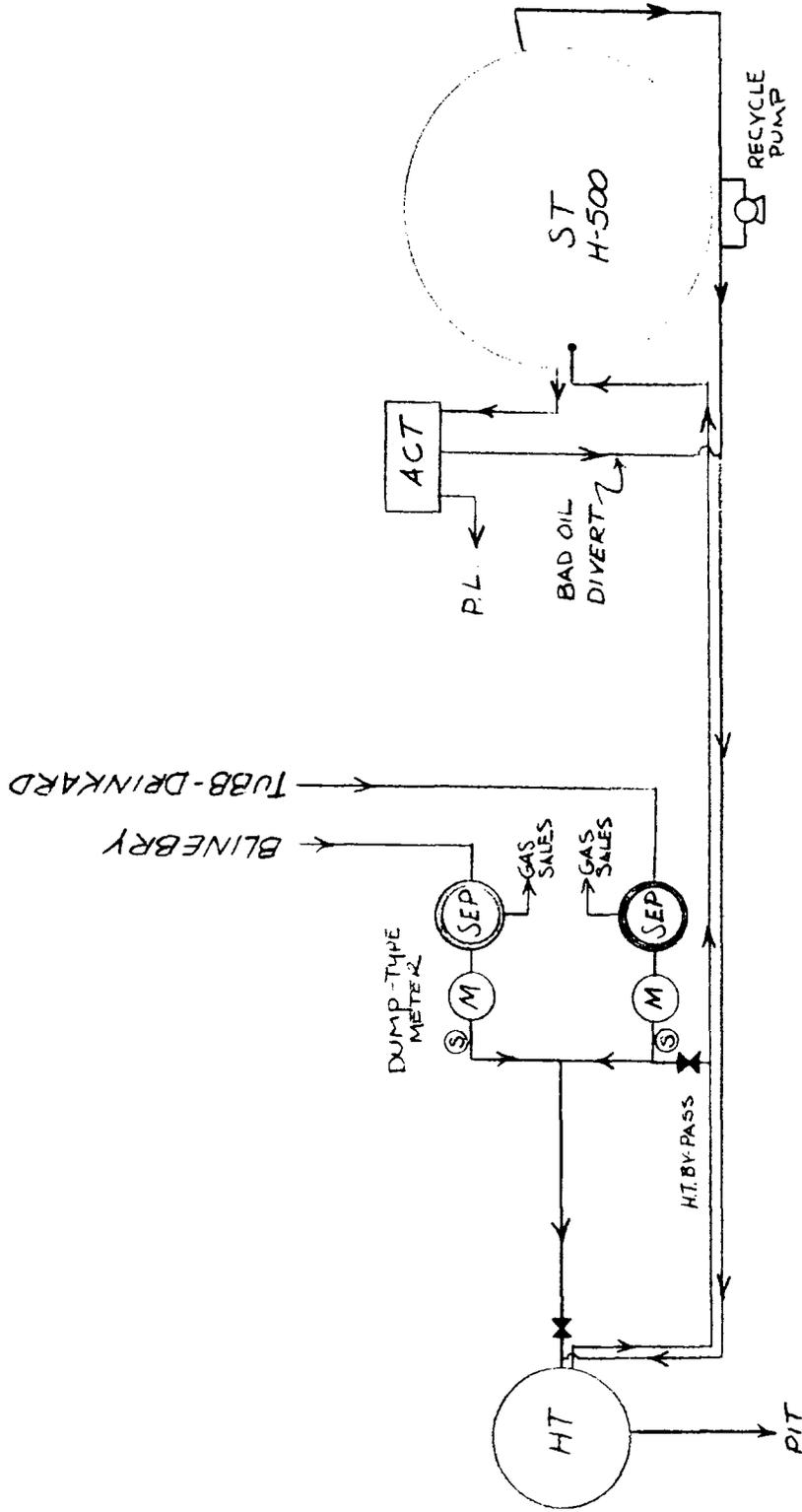
Yours very truly,
UNION TEXAS PETROLEUM CORPORATION



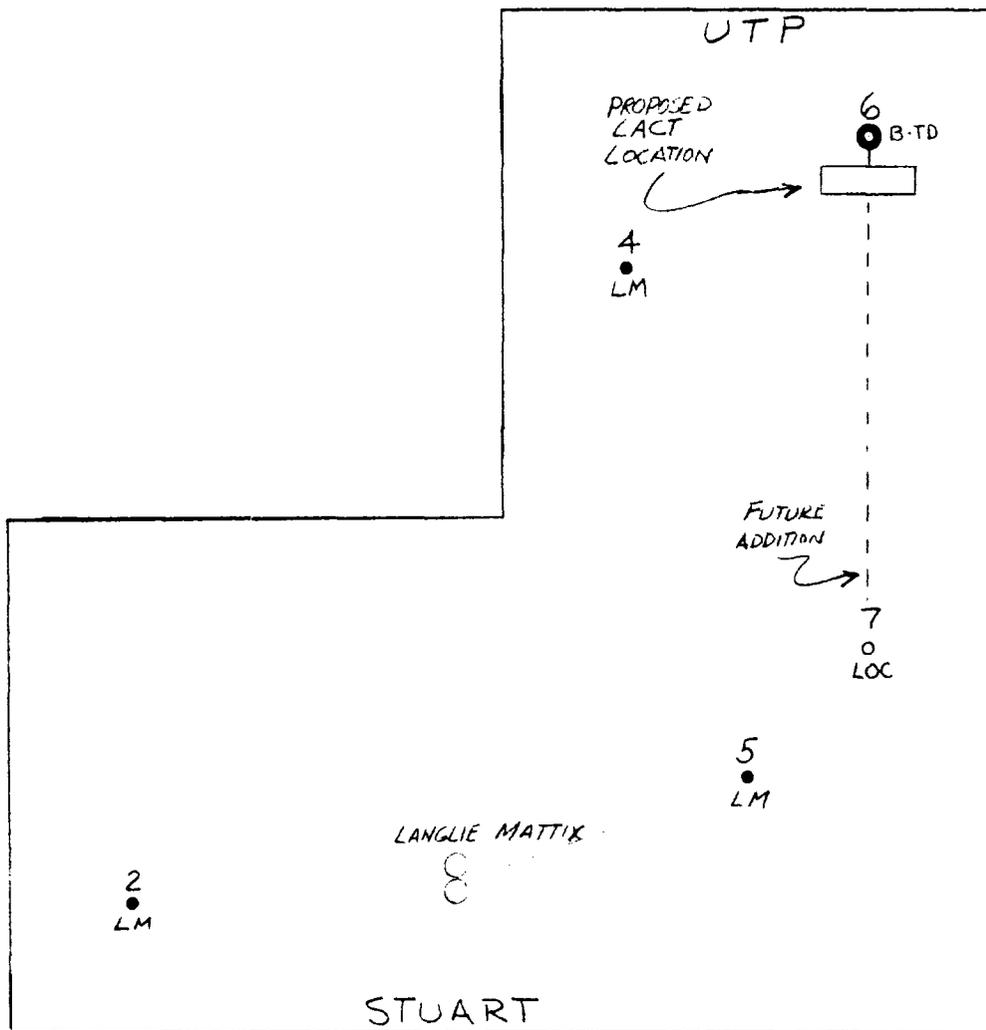
R. W. Manry
District Engineer

RWM:bjh

cc: NMOCC - Hobbs
USGS - Roswell
Frankfort Oil Co. - Dallas



PROPOSED COMMINGLING AND A.C.T. INSTALLATION
 UNION TEXAS PETROLEUM CORP.
 STUART LEASE
 SEC 11 T-25S R37E LEA CO.
 NEW MEXICO



UNION TEXAS PETROLEUM CORP.

STUART LEASE PLAT
 NE 1/4 & S 1/2 of NW 1/4 SEC 11-T255-R37E
 LEA COUNTY NEW MEXICO



IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

Drawer 1857
Roswell, New Mexico

September 3, 1963

Union Texas Petroleum
P. O. Box 1859
Midland, Texas

Attention: Mr. R. W. Maury

Gentlemen:

Your letter of August 27 requests approval for the commingling and automatic custody transfer of oil produced from the Blinedry and Tubbs-Drinkard zones of lease Las Cruces 032511(f).

The automatic custody transfer unit and the method of metering and commingling the oil production as described by your schematic diagrams are hereby approved.

Please notify our Hobbs office (P. O. Box 1157, Phone Express 3-3612) when the installation is completed so that a field inspection of the system can be made. The master meter proving test notices should be furnished our Hobbs office in sufficient time to permit a Survey engineer to witness the calibration.

Sincerely yours,

(Orig.Sgd.) CARL C. TRAYWICK

CARL C. TRAYWICK
Acting Oil and Gas Supervisor

cc:
N. Mex. Oil Cons. Comm. ✓
Hobbs

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY



WATER RESOURCES DIVISION

Washington, D. C.

January 1, 1917

Dear Sir:

I have the honor to acknowledge the receipt of your letter of December 15, 1916, in relation to the matter mentioned therein.

The matter mentioned in your letter is being considered by the Bureau and a decision will be rendered as soon as possible.

I am, Sir, very respectfully,
Yours very truly,
C. D. Walcott

Chief of Bureau

Very truly yours,
C. D. Walcott

Chief of Bureau

Very truly yours,
C. D. Walcott

FRANKFORT OIL COMPANY

BOX 747

DALLAS 21, TEXAS

August 28, 1963

1500 DAVIS BLDG.

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

Gentlemen:

Please be advised that Joseph E. Seagram and Sons, Inc. as part interest owner in the Union Texas Petroleum Stuart No. 6, Unit C, Section 11, T-25-S, R-37-E, Lea County, North Justis Blinbry and Tubbs-Drinkard Field agrees with the application of Union Texas for an exception to rule 303 and herewith consents to their request dated August 27, 1963.

Please advise if additional information is required.

Yours very truly,

FRANKFORT OIL COMPANY

Sam F. Shakely, Manager
PRODUCTION DEPARTMENT

SFS:ls

cc: Union Texas Petroleum
P. O. Box 1859
Midland, Texas
Attn: Mr. R. W. Manry