



MAIN OFFICE CCC

CONTINENTAL OIL COMPANY

P. O. BOX 460 8:15

HOBBS, NEW MEXICO

PRODUCTION DEPARTMENT
HOBBS DISTRICT
A. B. SLAYBAUGH
DISTRICT MANAGER
G. C. JAMIESON
ASSISTANT DISTRICT MANAGER

February 28, 1964

1001 NORTH TURNER
TELEPHONE: EX 3-4141

New Mexico Oil Conservation Commission
Post Office Box 2088
Santa Fe, New Mexico

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

Gentlemen:

Re: Application for Authority
to Commingle - J. H. Nolan
Lease

We forward herewith application, in triplicate, for authority to commingle Drinkard, Tubb and Blinebry crude on our J. H. Nolan Lease, located in Section 11, T-21S, R-37E. This lease has been heretofore commingled under the authority of Order No. R-2432 dated February 27, 1963, which authorizes commingling of the Wantz Abo, Drinkard and Tubb oil, and Blinebry distillate.

We have recently recompleted well No. 3 from a Drinkard-Wantz Abo to a Drinkard-Blinebry oil dual completion. Both zones produce at top allowable rates. Due to the necessary change in the size and shape of the gas proration unit assigned to our Blinebry gas well, Nolan No. 1, it is being shut-in so that there will no longer be distillate production from the J. H. Nolan Unit which is a communitization of our J. H. Nolan Lease with the 40-acre Aztec Gutman Lease.

Your approval and further handling of this application will be sincerely appreciated.

Yours very truly,

A. B. Slaybaugh

VTL-DFW
Enc.

cc: RGP GW JWK

MAIN OFFICE OCC
1964 MAR 2 AM 8:15

Hobbs, New Mexico
February 28, 1964

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

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

Re: Application of Continental Oil
Company for exception to Rule
303 (a) in order to commingle
crude oil production from the
Drinkard, Tubb, and Blinberry Oil
Pools on its J. H. Nolan Lease
located in Section 11, T-21-S,
R-37-E, Lea County, New Mexico

Gentlemen:

Continental Oil Company respectfully requests an exception to Rule 303 (a) to permit the commingling of crude oil production from the captioned pools on its J. H. Nolan Lease, and in support thereof submits the following:

1. Applicant's J. H. Nolan Lease covers the NE/4 SW/4 and S/2 SW/4 of Section 11, Township 21 South, Range 37 West, as shown on the plat, marked Exhibit No. 1, attached hereto.
2. Applicant presently has one Blinberry, one Tubb, and two Drinkard oil wells on the lease. Top allowable production is found on Drinkard and Tubb only. Exhibit No. 2, attached hereto, is a tabulation of the latest test on each well.
3. Applicant proposes to meter separately production from the Blinberry and Drinkard Pools as shown on the schematic diagram, Exhibit No. 3, attached hereto. A test system will provide a means of determining individual well production by periodic tests. The Tubb production will be determined by the subtraction method.
4. Ownership of all zones is common to this fee acreage.
5. The gravity of the three crudes is almost identical and no change in value as a result of commingling is anticipated.
6. Commingling of production will result in the preservation of value and will not impair correlative rights.

In view of the facts stated above, it is respectfully requested

New Mexico Oil Conservation Commission
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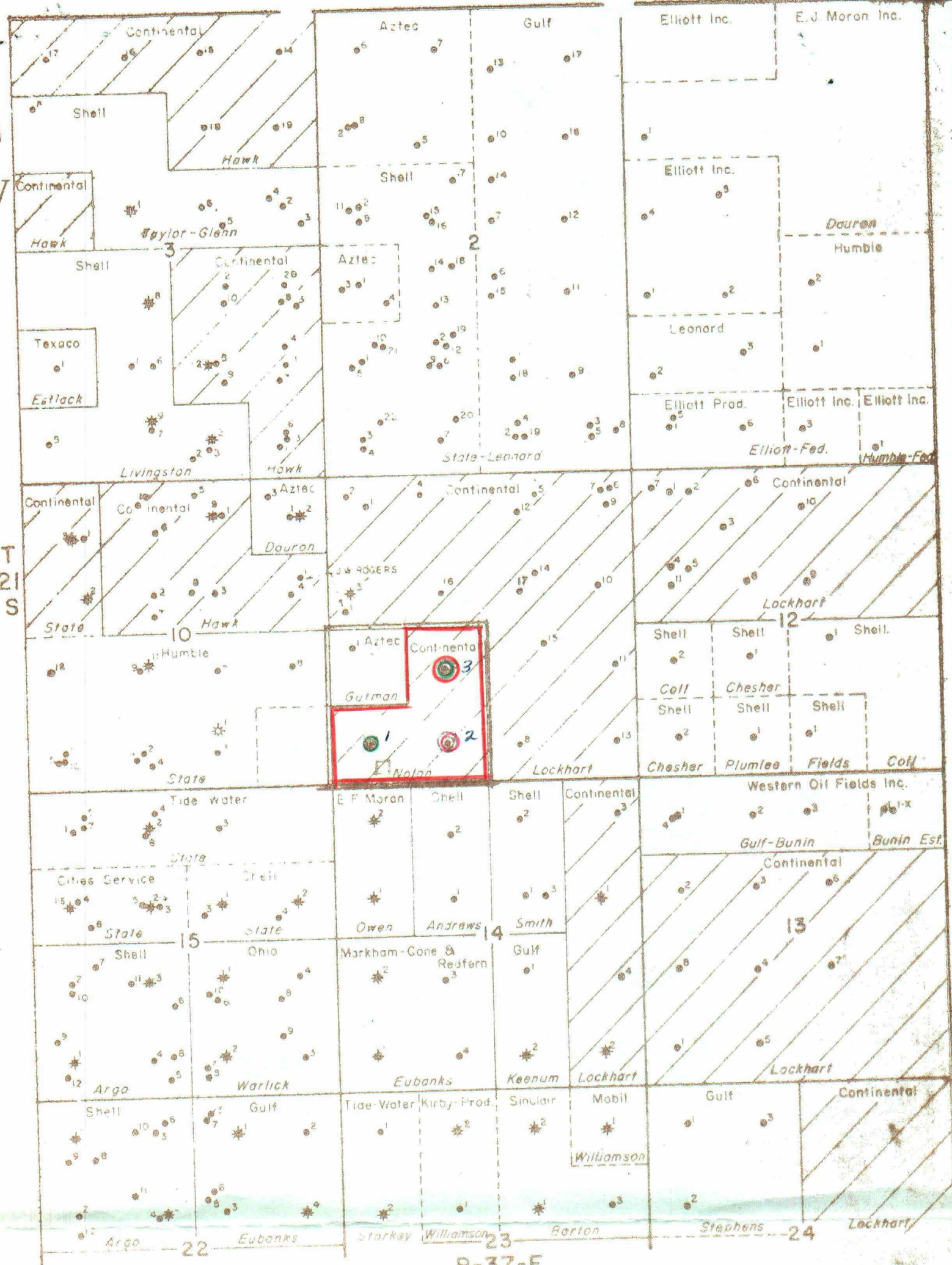
that an exception to Rule 303 (a) be granted permitting the commingling of production from the several reservoirs on Applicant's J. H. Nolan Lease as described above.


A. B. SLAYBAUGH
District Manager of
Production
New Mexico District

VTL-MLH

Enc.

N
T
21
S



— Nolan Unit Boundary
— Lease Line

- () Tank Battery
- Drinkard Oil Pool
- Rabb Oil Pool
- Elkinberry Oil Pool
- Warts Abe Oil Pool

CONTINENTAL OIL COMPANY

PRODUCTION DEPARTMENT EUNICE, NEW MEXICO

LOCATION PLAT

Nolan - Lockhart B-11 Leases

DATE 4-9-32

105

Latest Well Test

Daily Average Production 1-1-63 to 1-1-64

Drinkard Date Oil Water Gas

#1 1-2-64 20 0 33

15.6

#3 2-24-64 218 7 100

7.0 (recent recomplet work)

Tubb

#2 10-6-63 5 0 50

5.5

Blinchey

#3 Recovering load after stimulation

Recent recompletion

CONTINENTAL OIL COMPANY

J. H. NOLAN LEASE

