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TEXACO  
INC.

PETROLEUM PRODUCTS



DRAWER 728

HOBBS, NEW MEXICO 88240

June 30, 1965

PC-274

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

Re: Application for Permit to Commingle  
Production, TEXACO Inc. J. C.  
Estlack Lease, Lea County, New Mexico

Attention: Mr. A. L. Porter, Jr.

Gentlemen:

TEXACO Inc. respectfully requests administrative approval to commingle the liquid hydrocarbon production from the Tubb (Gas) Pool and Blinebry (Gas) Pool on the J. C. Estlack Lease, comprised of the NW/4 SW/4 of Section 3, Township 21 South, Range 37 East, Lea County, New Mexico. It is proposed that liquid commingling be performed on periodic well test basis and allocated to each pool on the lease that contains only one well, it being dually completed in each respective pool. The gas from each pool shall be separately measured, the high pressure Blinebry gas being routed to the high pressure gas purchaser and each of the low pressure Tubb gas and second stage Blinebry gas being routed to the low pressure gas purchaser and with each gas stream being separately measured. Attached is a diagrammatic sketch of the proposed commingling battery and lease plat.

Approximately three barrels per day of 46.5° API gravity Tubb liquid valued at \$2.97 per barrel and 33 barrels per day of 42.4° API gravity Blinebry liquid valued at \$3.01 per barrel is to be commingled for a total value of \$108.24. The combined production shall be 36 barrels per day of 43° API gravity liquid valued at \$3.01 per barrel for a gain of \$0.09 per day. TEXACO Inc. is owner and operator of the subject lease and all working, royalty, and overriding royalty interests are common.

NMOCC

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In view of the aforementioned, TEXACO Inc. would appreciate receiving the requested permit which would be an exception to Statewide Rule 303 (a) in accordance with Rule 303 (b).

Yours very truly,

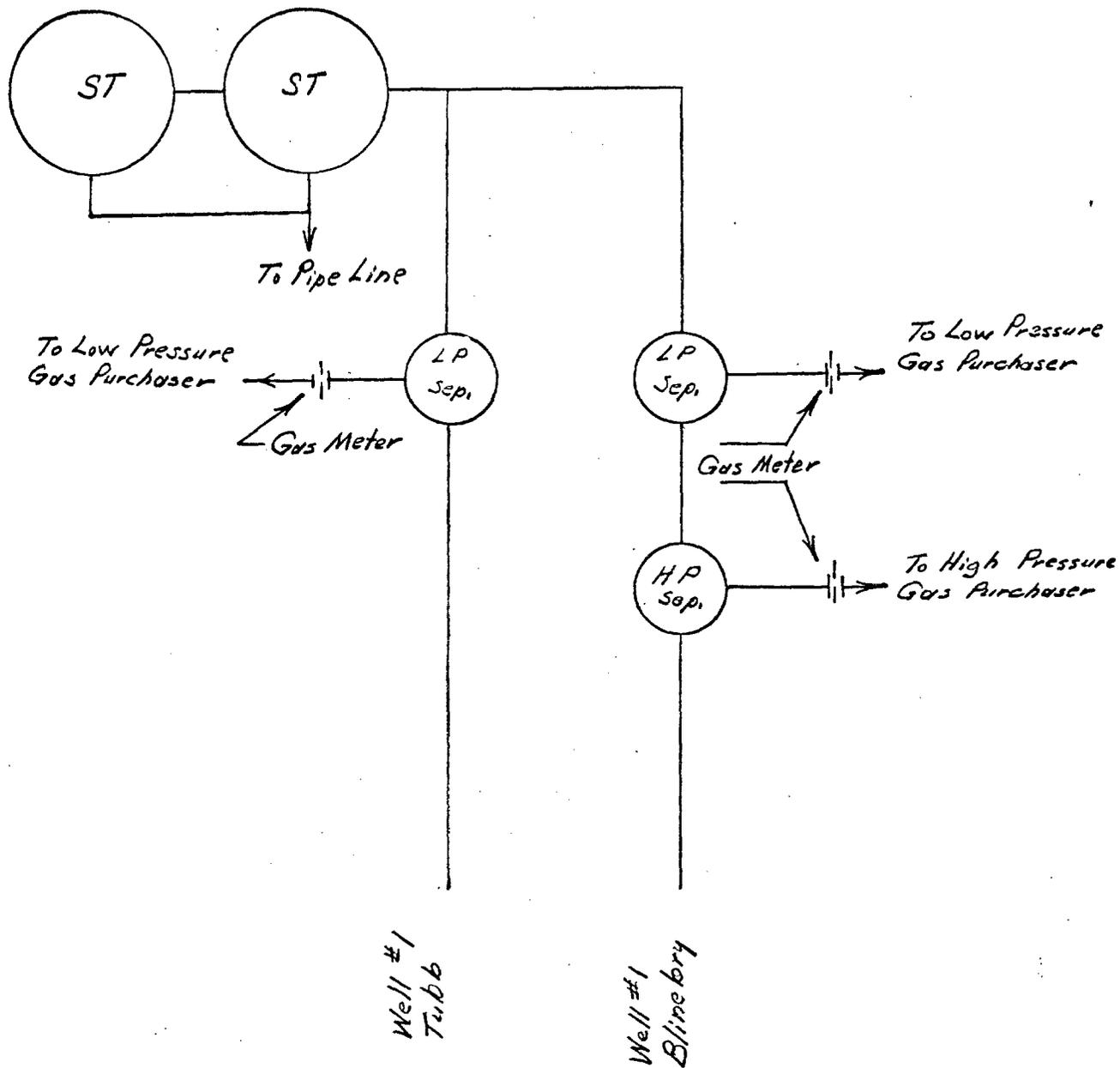


J. G. Blevins, Jr.  
Assistant District Superintendent

WPY-jr

cc - NMOCC-Hobbs

Attachments



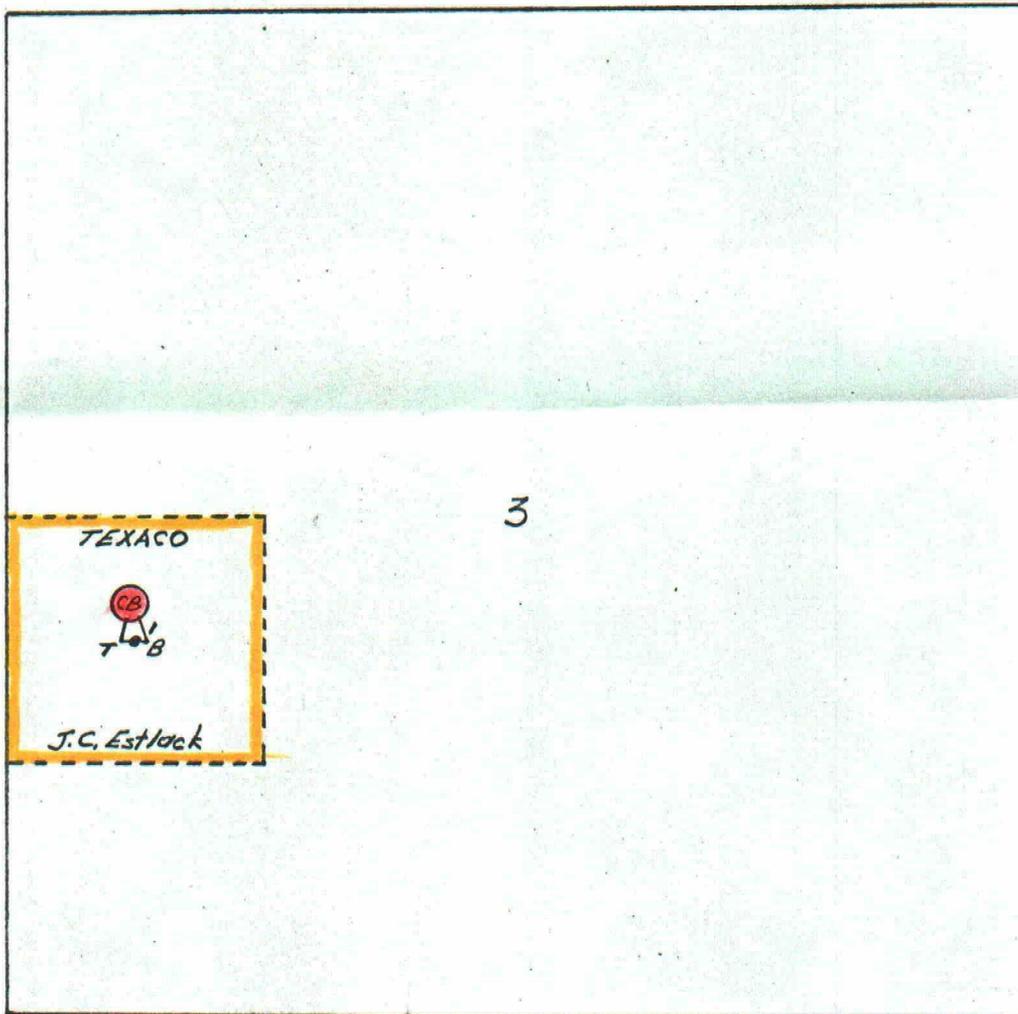
TEXACO Inc.  
 Proposed Commingling Battery  
 J. C. Estlack Lease  
 Blinebry Gas & Tubb Gas  
 Lea County, New Mexico

R-37-E

T-21-S

3

T-21-S



TEXACO Inc.

Plat

J. C. Estlack Lease  
Lea County, New Mexico

Legend

B - Blinebry Gas Pool  
T - Tubb Gas Pool

 - Commingling Battery

Scale: 1" - 1000'