



CITIES SERVICE OIL COMPANY

Box 4906
Midland, Texas 79701
Telephone: 915 684-7131

July 18, 1973

State of New Mexico
Oil Conservation Commission
Box 871
Santa Fe, New Mexico

Re: Commingling Blinebry Condensate
With Blinebry Oil on the Hodges
B Lease, Section 1-T25S-R37E,
Lea County, New Mexico

Gentlemen:

Cities Service Oil Company respectfully requests administrative approval of an exception to Rule 303(A) of the Commission rules and regulations to permit the commingling of condensate from the Blinebry gas pool and oil from the Blinebry oil pool into a common surface storage on our Hodges B lease, Section 1-T25S-R37E, Lea County, New Mexico. In addition, it is requested a monthly allowable be assigned to the Blinebry oil well, Hodges B #5 on the basis of periodic tests and a permanent monthly allowable for condensate be assigned to the Blinebry gas well, Hodges B #3.

The following data is submitted in support of this application:

<u>Well Number</u>	<u>Formation Pool</u>	<u>API Gravity</u>	<u>Valve/Bbl.</u>	<u>Average Daily Prod.</u>	<u>Gross Daily Value</u>
Hodges B #3	Blinebry Gas	34.4	\$3.63	12 BOPD	\$ 43.56
Hodges B #5	Blinebry Oil	34.4	\$3.63	54 BOPD	<u>\$196.02</u>
				66 BOPD	\$239.58

Expected gravity of commingled crudes = 34.4 degrees

Value of commingled crudes = \$3.63 (unchanged from segregated values)

Expected gross daily value of commingled crudes = \$239.58

The proposed commingling facilities will meet all requirements presented in the New Mexico Oil Conservation Commission "Manual for Installation and Operation of Commingling Facilities."

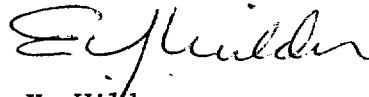
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In additional support of this application, the following information is attached:

1. Plat of the Hodges B lease
2. Schematic diagram of lease commingling facilities

Your early approval of this application will be appreciated.

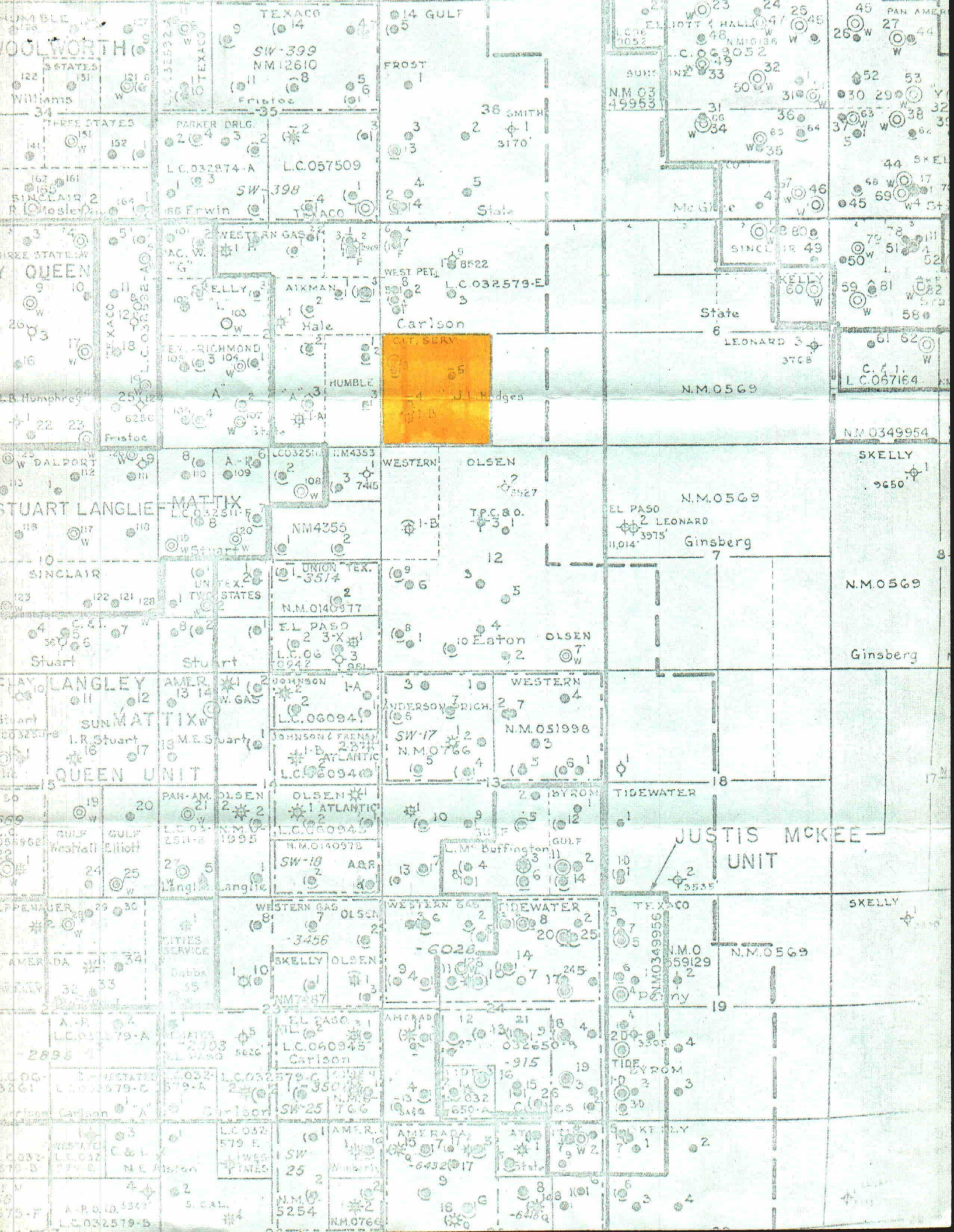
Very truly yours,

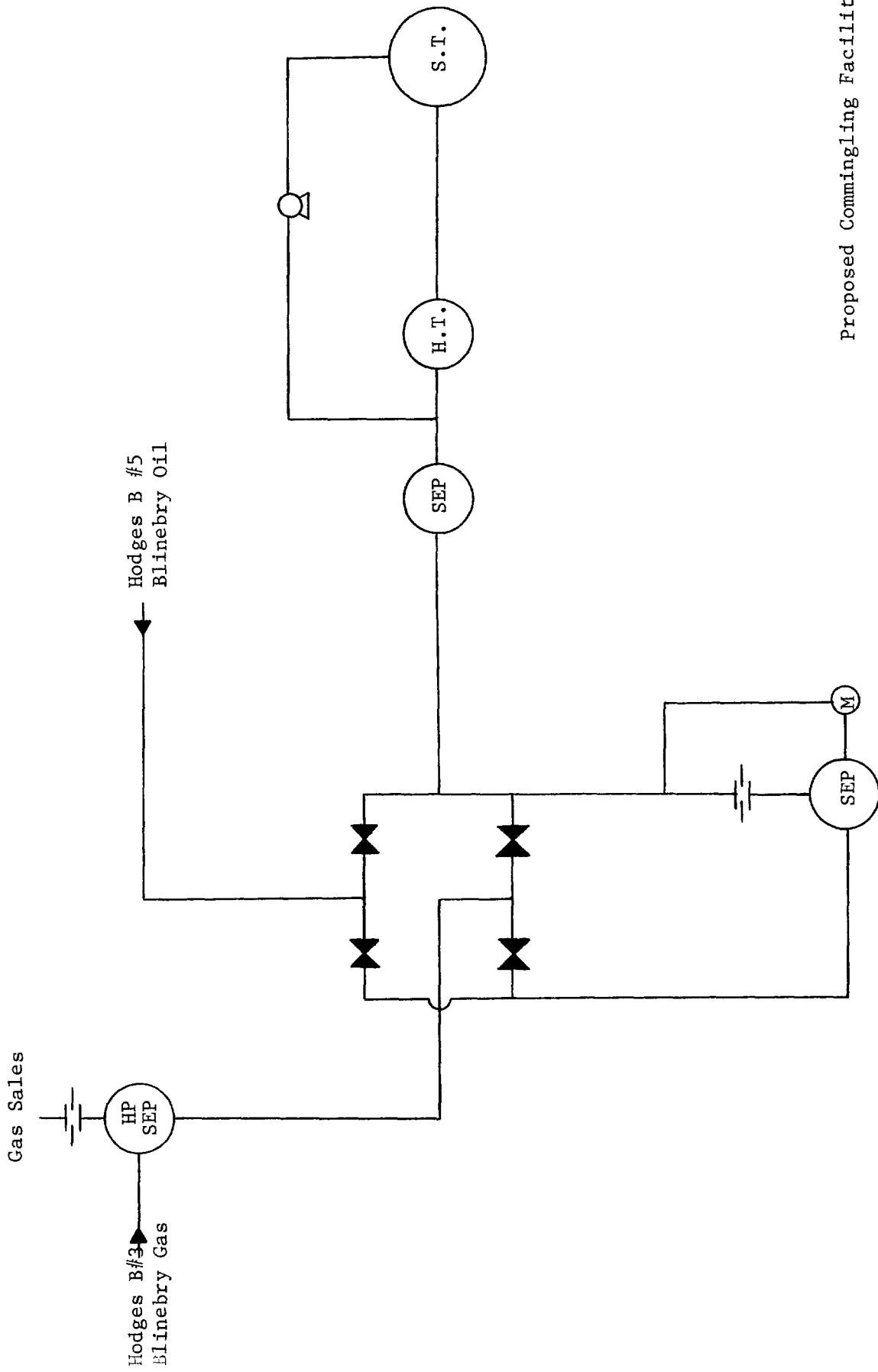
A handwritten signature in cursive script, appearing to read "E. Y. Wilder".

E. Y. Wilder
Region Operations Manager

EYW/MD/ma

Attachments





Proposed Commingling Facilities

Cities Service Oil Company
Hodges B Lease
Section 1-T25S-R37E
Lea County, New Mexico

Typical Test Loop
Symbols From "Manual for the
Installation and Operation of
Commingling Facilities"