

Gulf Oil Company - U.S.

PRODUCTION DEPARTMENT
HOBBS AREA

C. D. Borland
AREA PRODUCTION MANAGER

P. O. Box 670
Hobbs, New Mexico 88240

February 6, 1975

PC - 508

*Commingle Drinkard oil
& Blinebry & Tubb condensate
per State well tests*

Mr. A. L. Porter, Jr.
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

*Eubank Lease
NE 1/4 of Section 22*

Dear Sir:

NE 1/4 of Section 22

Gulf Oil Corporation requests your administrative approval for an exception to Rule 303-A to permit commingling of the Drinkard, Blinebry Gas condensate and Tubb Gas condensate production on our Eubank Lease, comprising the NE/4 of Section 22, Township 21 South, Range 37 East, Lea County, New Mexico.

At the present time there are four wells producing from the Drinkard Pool, two wells producing from the Blinebry Gas Pool and one well producing from the Tubb Gas Pool, and all wells are marginal. Production will be allocated on the basis of periodic well tests.

This is fee land and approval of the State Land Commissioner is not required.

The attached tabulations show the average daily production for the 62-day period for December, 1974 and January, 1975. You will notice from the tabulations that the actual commercial value of the commingled production will be slightly lower (\$0.22 per day).

Attached is a plat of the lease as well as a schematic diagram of the proposed installation.

Your early reply to this application will be appreciated.

Yours very truly,

C. D. Borland
C. D. BORLAND

CRK:ptg
Att'd.

CC: Oil Conservation Commission, Hobbs, N.M.
J. L. Pike, Midland
C. W. Briggs, Midland



GULF OIL CORPORATION

Eubank Lease

Production Data

<u>Pool</u>	<u>Bbls/Day</u>	<u>Corr. Gvty</u>	<u>\$/Bbl.</u>	<u>Bbls/day x \$/bbl.</u>
Drinkard	33.3	38.0	\$11.52	\$383.62
Blinebry Gas Condensate	10.2	39.6	\$11.54	\$117.71
Tubb Gas Condensate	0.2	57.5	\$11.56	<u>\$ 2.31</u>
		Total		\$503.64
Commingled	43.7	38.5	\$11.52	<u>\$503.42</u>
		Difference	Minus	\$ 0.22 per day

CRK:ptg
2-6-75

GULF OIL CORPORATION
Proposed Commingled Tank Battery - - Eubank Lease
Drinkard, Blinebry Gas & Tubb Gas Pools



