

Gulf Oil Company - U.S.

PRODUCTION DEPARTMENT

HOBBS AREA

C. D. Borland
AREA PRODUCTION MANAGER

March 4, 1975

P. O. Box 670
Hobbs, New Mexico 88240

Mr. A. L. Porter, Jr.
Oil Conservation Commission
P. O. Box 2086
Santa Fe, New Mexico 87501

Dear Sir:

Gulf Oil Corporation requests your administrative approval for an exception to Rule 303-A to permit commingling of the Drinkard and Wantz Granite Wash production on our F. J. Danglade Lease, comprising the SW/4 of Section 13, Township 22 South, Range 37 East, Lea County, New Mexico.

At the present time there is one well producing from the Drinkard Pool and one well producing from the Wantz Granite Wash Pool. Both 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 stabilized production from these two wells based on tests obtained during February, 1975. The average daily production over a 60 day period is not available due to the fact that (1) well remedial work interrupted production from the Wantz Granite Wash Pool during January and February, 1975, and (2) the Drinkard well was not completed until February, 1975. You will notice from the tabulation that the actual commercial value of the commingled production will not change.

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

CMB:ptg
Att'd.

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



GULF OIL CORPORATION

F. J. DANGLADE LEASE

Production Data

<u>Pool</u>	<u>Bbls/Day</u>	<u>Corr Gvty</u>	<u>\$/Bbl.</u>	<u>Bbls/Day x \$/Bbl</u>
Nantz Granite Wash	96	42.4	\$11.56	\$1,109.76
Drinkard	37	41.6	\$11.56	<u>\$ 427.72</u>
Total				\$1,537.48
Cormingled	133	42.2	\$11.56	<u>\$1,537.48</u>
Difference				\$ 00.00

CRK:ptg
3-4-75

GULF OIL CORPORATION
Proposed Commingled Tank Battery - F. J. Dangleade Lease
Drinkard and Wantz Granite Wash Pools



