CONC PVATION DIVISION
800 VAUGHN BUILDING
(915) 684-5723 BASS ENTERPRISES PRODUCTION CO. DIVISION PRODUCTION OFFICE

P O BOX 2760 MIDLAND, TEXAS 79702

May 15, 1980

Energy and Minerals Department Oil Conservation Division P. O. Box 2088 Santa Fe. New Mexico 87501

RE:

Request to Surface Commingle Production Townsend Wolfcamp and Undesignated Morrow Fields

Bass 36 State Well No. 1 Section 36, T15S, R34E Lea County, New Mexico

## Gentlemen:

Bass Enterprises Production Company respectfully requests an exception to Rule 303-A to permit commingling production from the above captioned reservoirs in common storage on the subject lease. Production will be metered by positive displacement meters for each zone prior to entering storage (see attatched sketch). This method will prevent waste since the Morrow will produce less than 10 BPD of 48° API condensate and therefore have long periods of storage and shrinkage while awaiting transport. The Wolfcamp reservoir will produce 320 BPD of 42° API oil. The commercial value of such commingled production will not be less than the sum of the values of the production from each common source of supply. As of 4/1/80,  $42^{\circ}$  API has a value of \$39.50 per bbl.

Attached are a schematic diagram of the proposed installation, a plat showing the location of the only well on the lease, and a copy of the letter from the Commissioner of Public Lands for the State of New Mexico giving his consent to the proposed commingling.

Yours very truly,

Division Manager

JEP: JFG/ks

Attachments



ALEX J. ARMIJO COMMISSIONER

## State of New Mexico



Commissioner of Public Lands May 7, 1980

P. O. BOX 1148 SANTA FE, NEW MEXICO 87501

Bass Enterprises Production Company P. O. Box 2760 Midland, Texas 79702

> Re: Request to Surface Commingle Production Townsend Wolfcamp and Undesignated Morrow Fields, Bass 36 State Well No. 1 Section 36, T15S, R34E Lea County, New Mexico

ATTENTION: J. E. Pullig

Gentlemen:

Reference is made to your request dated April 22, 1980, requesting permission to commingle production from the above captioned reservoirs in common storage on the subject lease.

You are hereby given permission to the above request. Our approval is subject to like approval by the Oil Conservation Division.

Enclosed is one approved copy for your files.

Please remit a Ten (\$10.00) Dollar filing fee.

Very truly yours,

ALEX J. ARMIJO

COMMISSIONER OF PUBLIC LANDS

RAY D. GRAHAM, Director

Oil and Gas Division AC 505-827-2748

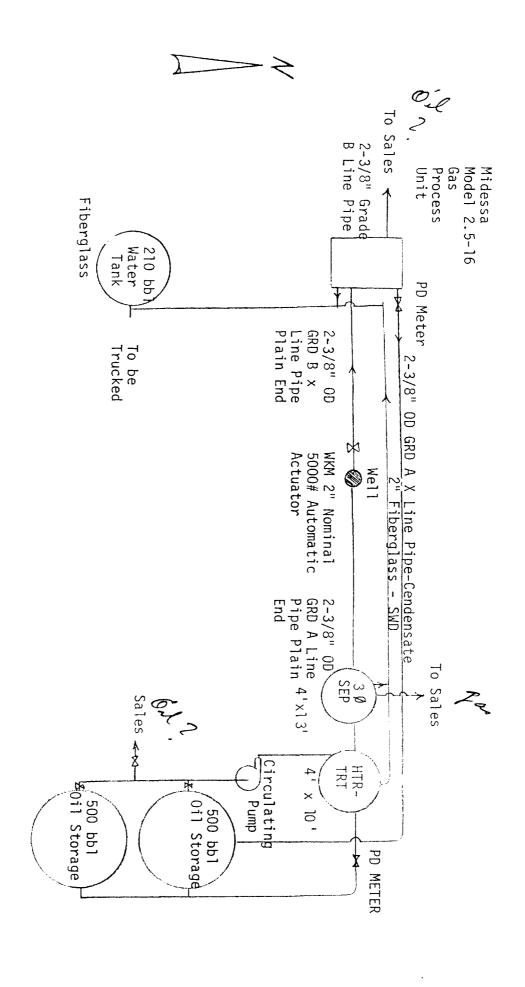
AJA/RDG/s enc1.

cc:

New Mexico Oil Conservation Division

New Mexico Oil and Gas Accounting Commission

State Lease LG-4534



ACCESS ROAD

