

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

1993 SEP 27 PM 8 55



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

September 10, 1993

Samedan Oil Corporation
10 Desta Drive, Suite 240 East
Midland, Texas 79705

Attn: Judy Throneberry

*Re: Additional Information
Required for Surface
Commingling Application*

Dear Ms. Throneberry,

Your company's application for surface commingling is lacking information as to the method of determining allocation of production for the subject pools. Please indicate one of the following:

- 1) Separately metering the production from each pool prior to commingling, or;
- 2) Separately metering the production from the [FIRST] Pool and determining the production from the [SECOND] Pool by the subtraction method, or;
- 3) Well tests. (If this method is to be authorized, all commingled production must be of marginal nature; further the operator shall notify the Santa Fe Office of the Division in the event any well in the commingled battery becomes capable of top allowable production, at which time the Division will amend this order or take such other action as may be appropriate.)

As soon as this information is received, I will expedite the continued processing of your application. If I may be of assistance, please don't hesitate to call. (505) 827-5827.

Very truly yours,

A handwritten signature in black ink, appearing to read "Benjamin E. Stone".

Benjamin E. Stone
Engineering Tech II

/BES cc: file-Samedan.wp

REQUIREMENTS:

WELL TESTS:

NO TOP ALLOWABLE WELLS
COMMON OWNERSHIP
FEDERAL OR STATE APPROVAL

SEPARATELY METERING:

TOP ALLOWABLE WELLS
DIVERSE OWNERSHIP
FEDERAL OR STATE APPROVAL

xc: STATE LAND OFFICE _____ BLM - Carlsbad OCD - Hobbs

WJL/BES/

Samedan Oil Corporation
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Midland, Texas 79705

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