OIL CONSERVATION COMMISSION P. O. BOX 871

SANTA FE, NEW MEXICO

CTB-5

January 28, 1956

Humble Oil and Refining Company P. O. Box 1600 Midland, Texas

Attention: Mr. H. L. Hensley

Exception to Rule 309 (a)

Gentlemen:

Reference is made to your application for administrative approval for exception to Rule 309 (a) in the West Lovington Pool.

It is understood that this exception to Rule 309 (a) is to be ascribed to your State "T" lease, known as State Lease No. B-9042, which consists in part of the SW/4 of Section 8, Township 17 South, Range 36 East, and has Wells Nos. 1 and 2 on same lease and your State "W" lease, known as State Lease No. B-8291, which is the SE/4 of Section 7, Township 17 South, Range 36 East, and has Wells No. 1 and 2 on same lease, all in Lea County, New Mexico.

By authority granted me under provisions of Rule 309, Section (b)-6 as set forth in Order R-645, you are hereby authorized to operate a central tank battery on the above described acreage as an exception to Rule 309 (a).

Very truly yours,

W. B. Macey Secretary-Director

WBM:jb

cc: Oil Conservation Commission, Hobbs

N. M. Oil & Gas Engr. Comm., Hobbs

N. M. State Land Office, Santa Fe

HUMBLE OIL & REFINING COMPANY

MIDLAND, TEXAS

January 23, 1956

J. W. HOUSE

New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Attention: Mr. W. B. Macey

Gentlemen:

We were advised in connection with our application dated December 27, 1955, for an exception to Rule 309 to commingle production from our New Mexico State "T" Lease, SW/4 of Section 8 and SW/4 of Section 9, T-17-S, R-36-E, Lea County, and New Mexico State "W" Lease, SE/4 of Section 7, T-17-S, R-36-E, Lea County, New Mexico, that it would be necessary to give notice to all offset operators.

This notice was given on January 23, 1956, by certified mail. A copy of our letter of notification is attached.

Yours very truly,

HUMBLE OIL & REFINING COMPANY

J. W. HOUSE, Division Superintendent

By: Hestenolar Asst. Div. Superintendent

AJT/se Attachment

HUMBLE OIL & REFINING COMPANY

MIDLAND, TEXAS

January 23, 1956

J. W. HOUSE

The Texas Company Box 1270 Midland, Texas

Cities Service Oil Company Box 97 Hobbs, New Mexico

The Chio Oil Company Box 552 Midland, Texas Attn: D. K. Spellman Skelly Oil Company Box 38 Hobbs, New Mexico

Cooperative Refining Assoc. Box 746 Midland, Texas

Gentlemen:

Please find attached a copy of our application dated December 27, 1955, to the New Mexico Oil Conservation Commission for an exception to Rule 309 so that we might commingle the production from our New Mexico State "T" Lease, SW/4 of Section 8 and SW/4 of Section 9, T-17-S, R-36-E, Lea County, and New Mexico State "W" Lease, SE/4 of Section 7, T-17-S, R-36-E, Lea County, New Mexico.

This notice is being given you as an offset operator.

Yours very truly,

HUMBLE OIL & REFINING COMPANY

J. W. HOUSE, Division Superintendent

Dy:

Asst. Div. Superintendent

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AJT/se Attachment **HUMBLE OIL & REFINING COMPANY**

MIDLAND, TEXAS

· December 27, 1955

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J. W. HOUSE

Oil Conservation Commission of New Mexico P. O. Box 071 Santa Fe, New Mexico

Attention: Mr. W. B. Macey

Dear Mr. Macey:

On December 16, 1955, we wrote Mr. E. S. Walker, State Land Commissioner of New Mexico, and advised that we were considering the combining of production from our New Mexico State "W" Lease, West Lovington Field, with the production from our New Mexico State "T" Lease in the same field. We explained that it was our understanding that to do this we must obtain an exception to Rule 309 from the New Mexico Oil Conservation Commission but that prior to doing this we would like for his office to review the matter to see if he had any objections. Mr. Walker, by his letter of December 20, 1955, advised that his office granted permission to commingle the two leases.

At the present time there are two wells producing on each of these leases. The steel tanks on the New Mexico State "W" Lease are in need of replacement and rather than replace the tanks we would like to extend the flow-lines of New Mexico State "W" Wells No. 1 and 2 and produce them into the New Mexico State "T" tank battery. If granted an exception to Rule 309, we would allocate the production back to each lease on the basis of individual well tests and would continue to report the production by individual lease to the Oil Conservation Commission on Form C-115. We have attached a plat showing the present tank battery hookup and the proposed changes.

The following is a description of the subject leases.

New Mexico State "T" Lease, Humble No. 76495, State D-9042, SW/4 of Sec. 8 and SW/4 of Sec. 9, T-17-S, R-36-E, Lea County

Hew Mexico State "W" Lease, Humble No. 75565, State B-8291, SE/4 of Sec. 7, T-17-S, R-36-E, Lea County

We would appreciate your handling this request by administrative approval, but if this is not possible, then please schedule the necessary hearing.

Yours very truly,

HUMBLE OIL & REFINING COMPANY

BY Westernoler Division Superintendent