

*Lease commingling
Held till May 10
for poss objection by
Land Ofs &
Purchaser*

P. O. Box 723
Hobbs, New Mexico
April 18, 1962

*OK if none
rec'd*

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

Attention: Mr. A. L. Porter, Jr.
Secretary and Director

Re: Request for Permission to Com-
mingle Crude Production, TEXACO Inc.
State of New Mexico Leases "AT"
(B-9505), "AN" (B-9385), "BG" NCT-1
and "BG" NCT-2 (B-9560), Saunders
Field, Lea County, New Mexico

Gentlemen:

Your Administrative Order CTB No. 40 granted administrative ap-
proval for an exception to Rule 309 (a) permitting TEXACO Inc. to commingle
crude production from the above subject leases. Our application thereto
mentioned only Section 14 of the "BG" Lease being NCT-1. The purpose of
this application is to extend commingling facilities to include the State of
New Mexico "BG" NCT-2 Lease comprised of the NW/4 of Section 16, Township 14
South, Range 33 East.

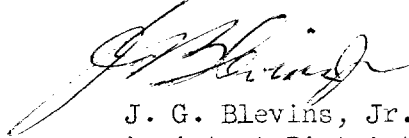
As stated in our original application dated May 1, 1959, working
interest and royalty interest on all of these leases are identical. All
production from the wells on these leases is from the Wolfcamp reservoir.
Facilities for testing each well at reasonable intervals are presently in
use. A copy of this application and the attachments thereto are being for-
warded to all offset operators and the purchasing pipe line company.

In compliance with outstanding instructions, we are submitting
with this application the attached plat showing the location of the subject

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leases and the wells thereon, a diagram of the commingling installation that is presently in operation and the proposed flow line to extend the present system to include the State of New Mexico "BG" NCT-2 Well No. 1.

Yours very truly,



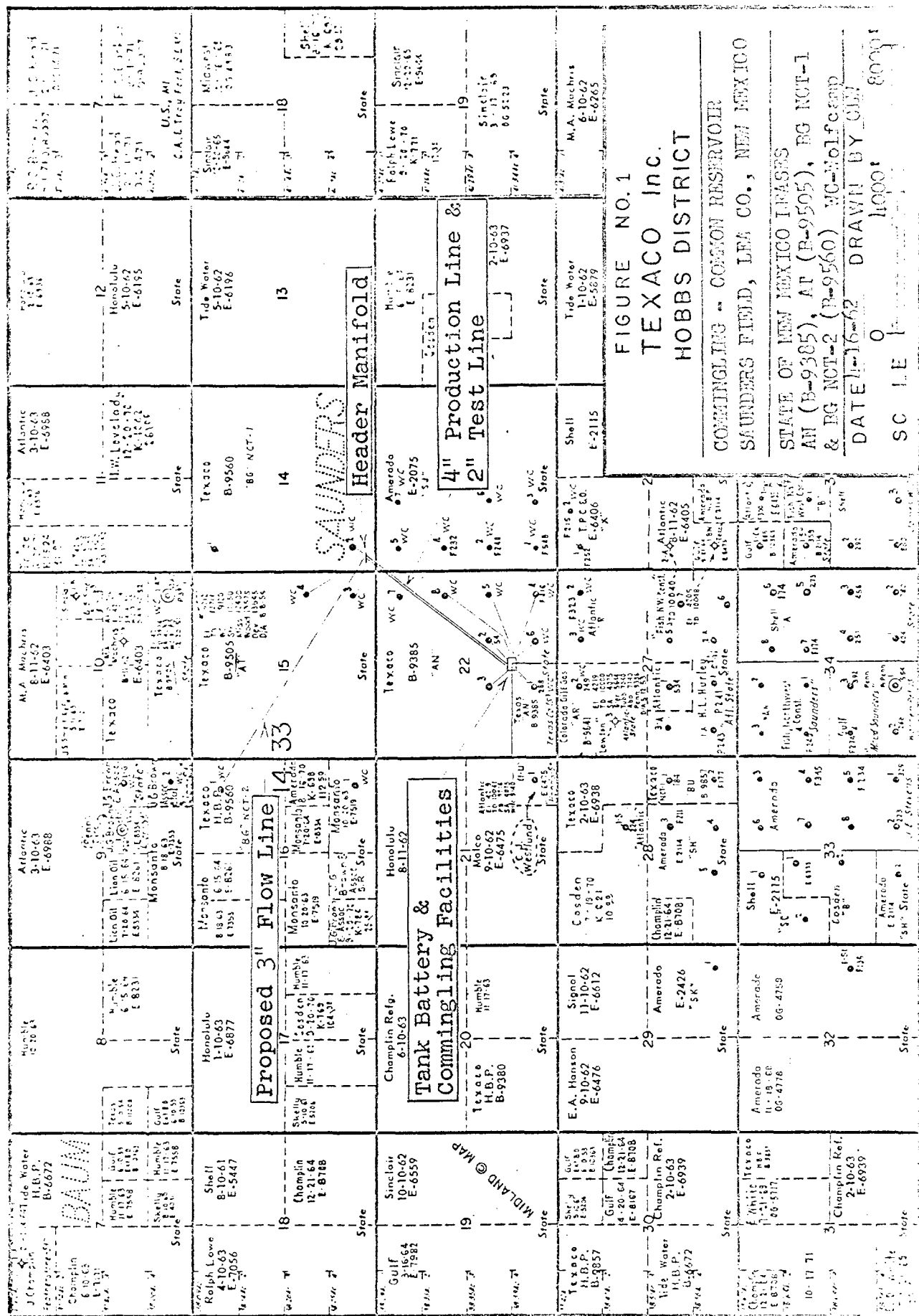
J. G. Blevins, Jr.
Assistant District Superintendent

CLW-jc

ERF

Attachments

cc: Colorado Oil & Gas Company, Box 302, Magnolia, Arkansas
Atlantic Refining Company, P. O. Box 1610, Midland, Texas
Texas Pacific Coal & Oil Company, P. O. Box 4067, Midland, Texas
Amerada Petroleum Corporation, P. O. Box 312, Midland, Texas
Pan American Petroleum Corporation, P. O. Box 1540, Midland, Texas
Lion Oil Company, P. O. Drawer 1829, Midland, Texas
Malco Refineries, Inc., P. O. Box 660, Roswell, New Mexico
Texas-New Mexico Pipe Line Company, P. O. Box 1510, Midland, Texas



Proposed 3" Flow Line from
State "BG" (NCT-2) #1

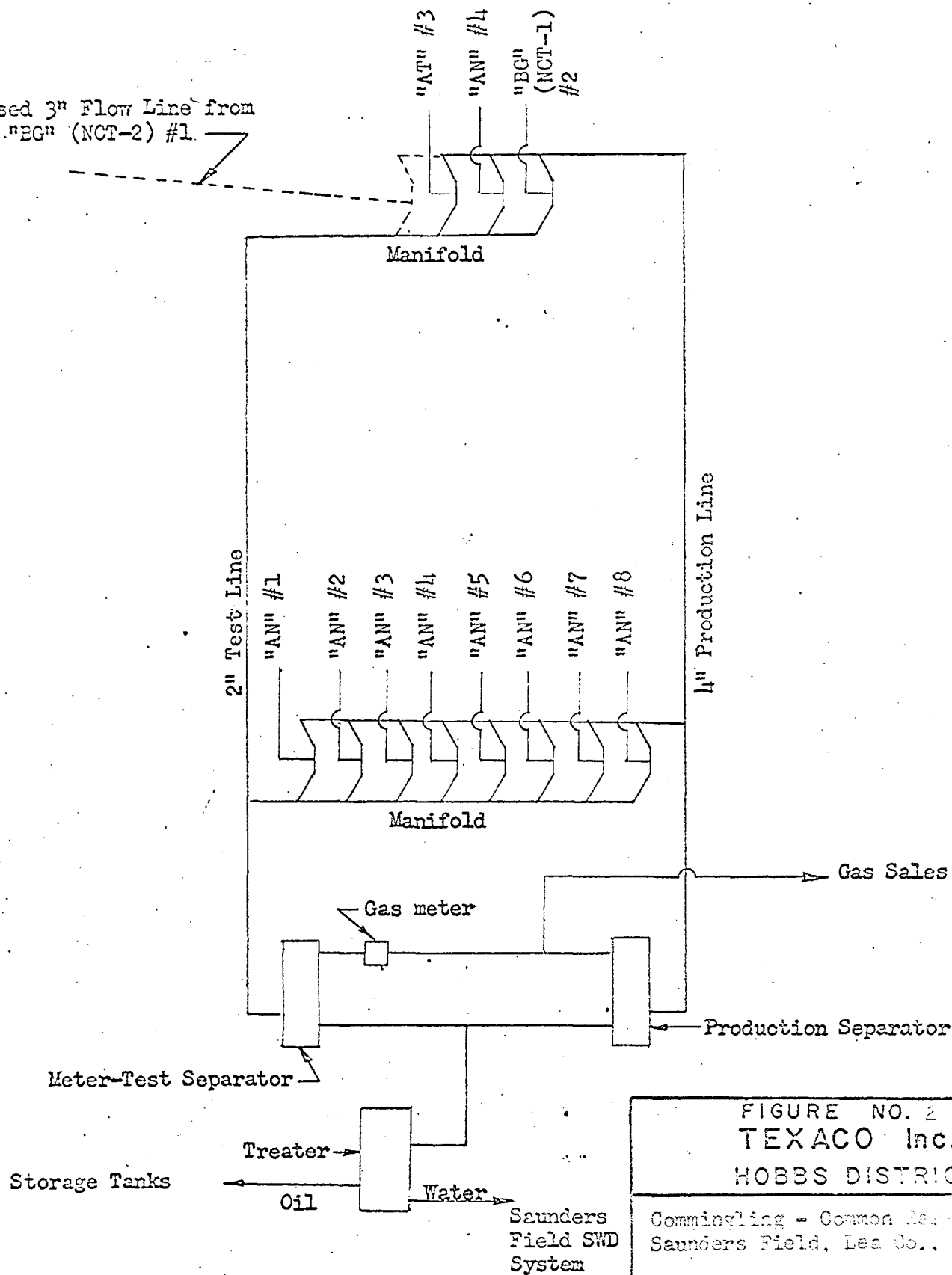


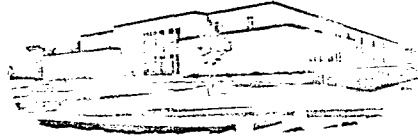
FIGURE NO. 2
TEXACO Inc.
HOBBS DISTRICT

Commingling - Common Reservoir
Saunders Field, Lea Co., New Mexico

State of New Mexico
AN (B-0385), AT (B-0505), BG NCT-1
& BG NCT-2 (B-9560) WC-Wolfcamp

DATE 4-16-62 DRAWN BY CLW

State of New Mexico



Commissioner of Public Lands



E. S. JOHNNY WALKER
COMMISSIONER

P. O. BOX 791
SANTA FE, NEW MEXICO

September 14, 1962

Texaco, Inc.
P. O. Box 728
Hobbs, New Mexico

Re: Application for addition to present commingled installation, Texaco, Inc., State of New Mexico Leases "AT" (B-9505), "AN" (B-9385), "BG" NCT-1 and "BG" NCT-2 (B-9560), Saunders Pool, Lea County, New Mexico.

Attention: H. N. Wade, Assistant Dist. Superintendent

Gentlemen:

In reference to the above matter, your application to amend Administrative Order CTB No. 40, to correct the description of the "BG" NCT-2 Lease from NW/4 to NE/4 of Section 16 and to include the S/2 of S/2 of Section 10, Township 14 South, Range 33 East, which is part of the "AT" (B-9505) Lease, is hereby approved.

We have no problem in this matter since all the acreage involved belongs to the Common Schools of New Mexico and it is our understanding that the production is from a common source of supply. Further, production from each lease will be properly measured before commingling. Measuring the production from each lease is necessary to this office so that we may determine that each lease is properly maintained.

Very truly yours,

E.S. JOHNNY WALKER
Commissioner of Public Lands

By: *Ted Bilberry*
Ted Bilberry, Supervisor
Oil & Gas Division

ESW:TB:m
cc: Oil Conservation Commission

TEXACO
INC.

PETROLEUM PRODUCTS



P. O. Box 728
Hobbs, New Mexico
September 18, 1962

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

Re: APPLICATION FOR ADDITION TO
PRESENT COMMINGLED INSTALLATION
TEXACO Inc., State of New Mexico
"AT" (B-9505), "AN" (B-9385),
"BG" NCT-1 and "BG" NCT-2 (B-9560)
Saunders Pool, Lea County, New Mexico

ATTENTION: Mr. A. L. Porter, Jr.

Gentlemen:

Attached are three copies of State Land Office approval of the subject commingling installation.

Your earliest consideration of our application to commingle dated September 11, 1962, would be greatly appreciated.

Yours very truly,

H. N. Wade
Assistant District Superintendent

ODB/om

Attachment