

TULSA, OKLA.
PHONE CH 2-6237

SEMINOLE, OKLA.
PHONE 1110

log in pass and

JOSALINE PRODUCTION COMPANY

OIL PRODUCERS
P.O. BOX 1522 -- PHONE CENTRAL 6-8596

Oklahoma City 1, Oklahoma

December 12, 1959

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

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

CTE-50

Re: State "C" Lease, NW SE &
SE SE Sec 19-17S-35E, New
Mexico Lease No. B-1398
and State "E" Lease NE NE
Sec 30-17S-35E, New Mexico
Lease No. B-2423

Dear Sir:

This is our application to commingle production from the two above named leases in common tankage according to the New Mexico Conservation Commission's rule 309-B. Our reason for this request is that the tank batteries have deteriorated to the extent that they need replacing or major repairs. The State "C" lease is currently producing 8-1/2 barrels of oil per day from two wells and the State "E" lease is producing 3 barrels of oil per day from one well. The economic burden of replacing or repairing two tank batteries is almost prohibitive for this kind of production. If we are allowed to commingle the production in common tankage we can combine the good equipment from the two batteries in one tank battery and continue to operate the leases economically.

On Page 23 of the New Mexico Oil Conservation Commission Rules and Regulations revised December 1, 1958, are seven requirements that must be met to commingle production under rule 309-B. Following, in the same numerical order as they appear on Page 23, is the information requested by the seven requirements.

1. The leases are contiguous as is shown on the attached plat.
2. The production from the two leases are from the same common source of supply being the San Andres Formation found at about 4600'.

State of New Mexico
Oil Conservation Commission
December 12, 1959
Page #2

3. There will be three proration units of 40 acres each produced into the common tankage. Adequate facilities will be maintained to individually test each well.
4. The ownership is common in the two leases.
5. Attached are letters of consent to commingle from The State Land Commissioner, Shell Canadian Exploration Company and John A. Barnett, being the people that own interests in the leases along with Josaline Production Company.
6. Attached are letters of consent to commingle from the owners of the adjoining oil and gas leases.
7. The requirements of paragraph seven are covered in paragraph six.

If you need any additional information to put this application in line for approval, please call collect at CEntral 6-8596, Oklahoma City, Oklahoma.

Yours truly,

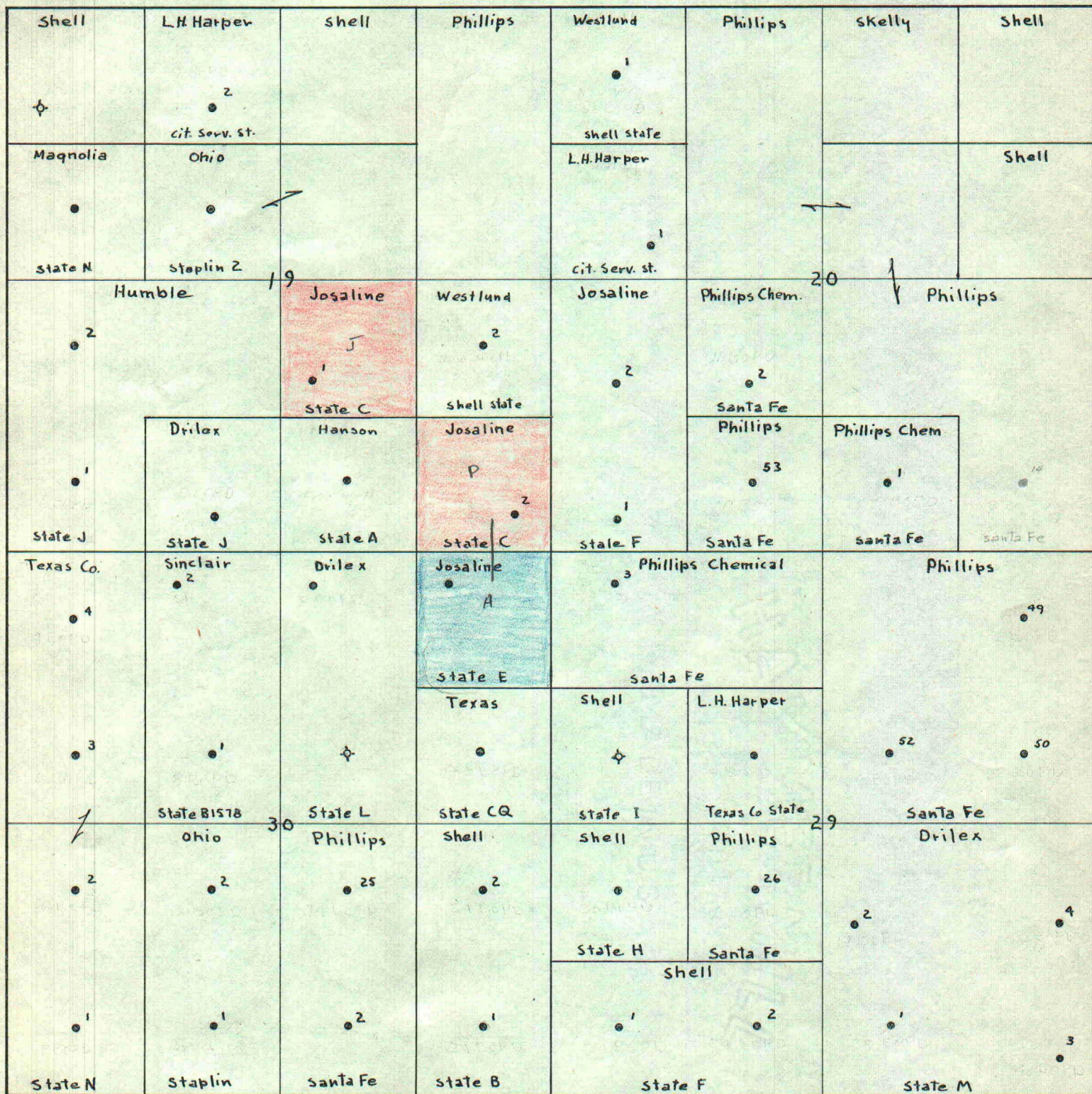
JOSALINE PRODUCTION CO.

A handwritten signature in cursive script, appearing to read "Bill Ziegelgruber", followed by a small horizontal flourish.

Bill Ziegelgruber

BZ/pg

SECTIONS 19, 20, 29, 30 TOWNSHIP 17 S RANGE 35 E COUNTY Lea STATE New Mexico



Josaline State "C" lease
NW SE 1/4 SE 1/4 19 17S 35E 80 Acres

Josaline State "E" lease
NENE 1/4 30 17S 35E 40 Acres

Scale 4" = 1 mile

TULSA, OKLA.
PHONE CH 2-6237

SEMINOLE, OKLA.
PHONE 1110

JOSALINE PRODUCTION COMPANY

OIL PRODUCERS

P.O. BOX 1522 - PHONE CENTRAL 6-8896

Oklahoma City 1, Oklahoma

November 4, 1959

Carl J. Westlund, Inc.
P. O. Box 197
Midland, Texas

Re: State "C" lease, NW SE
and SE SE Sec 19-17S-35E
New Mexico Lease No. B-1398
and State "E" lease NE NE
Sec 30-17S-35E New Mexico
Lease No. B-2423

Gentlemen:

The above mentioned leases are offset by one or more of your leases in Vacuum Field, Lea County, New Mexico. We plan to file an application with the New Mexico Conservation Commission to commingle the production from these two leases in a common tank battery according to the provisions of Rule 309-B.

Our reason for this action is that the tank batteries on the leases have deteriorated to the extent that they need major repairs or replacement. By commingling we can eliminate the expense of repairing or replacing one tank battery.

The enclosed plat is for your convenience in determining the relative positions of the leases.

If you are agreeable to our commingling the production from the State "C" and "E" leases in a common tank battery please acknowledge one copy of this letter and return to us in the enclosed self-addressed, stamped envelope.

Thank you for your prompt attention to this matter.

Yours truly,

JOSALINE PRODUCTION CO.

OKLA.
CR 9-6237

JOSALINE PRODUCTION COMPANY.

OIL PRODUCERS

P.O. BOX 1823 -1- PHONE CENTRAL 8-8586

Oklahoma City 1, Oklahoma

November 4, 1959

Texaco, Inc
P. O. Box 506
Lovington New Mexico

Re: State "C" lease, NW SE
and SE SE Sec 19-17S-35E
New Mexico Lease No B-1398
and State "E" lease, NE NE
Sec 30-17S-35E New Mexico
Lease No. B-2423

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Thank you for your prompt attention to this matter.

Yours truly,

JOSALINE PRODUCTION CO.

Bill Ziegler

Consent Granted to Commingle

TEXACO Inc.

By

R

M

Wischhoff, Assistant to Div. Manager

RECEIVED
NOV 23 1959

JOSALINE PRODUCTION COMPANY

OIL PRODUCERS
P.O. BOX 1322 -- PHONE CENTRAL 6-8896

Oklahoma City 1, Oklahoma
November 4, 1959

The Ohio Oil Company
P. O. Box 2107
Hobbs, New Mexico

Re: State "C" lease, NW SE
and SE SE Sec 19-17S-35E,
New Mexico Lease No. B-1398
and State "E" lease, NE NE
Sec 30-17S-35E, New Mexico
Lease No. B-2423

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Yours truly,

JOSALINE PRODUCTION CO.

Bill Ziegler
Bill Zieglergruber

Consent Granted to Commingling

The Ohio Oil Co.
By *[Signature]*

RECEIVED

NOV 12 1959

OKLA. OIL & GAS
PHONE CH 1-4237

OKLA. OIL & GAS
PHONE 149

JOSALINE PRODUCTION COMPANY

OIL PRODUCERS
P.O. BOX 1822 -- PHONE CENTRAL 6-8896

Oklahoma City 1, Oklahoma

November 4, 1959

Hanson-Waters-Williamson
P. O. Box 144
Artesia New Mexico

Re: State "C" lease, NW SE
and SE SE Sec 19-17S-35E
New Mexico Lease No. B-1398
and State "E" lease NE NE
Sec 30-17S-35E New Mexico
Lease No. B-2423

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Yours truly,

JOSALINE PRODUCTION CO.

Bill Ziegelgruber
Bill Ziegelgruber

Consent Granted to Commingle

Hanson, Waters & Williamson

By Waters & Williamson, Operators

NOV 23 1959

JOSALINE PRODUCTION COMPANY

OIL PRODUCERS

P.O. BOX 1822 - PHONE CENTRAL 6-8886

Oklahoma City 1, Oklahoma

November 4, 1959

Humble Oil & Refining Company
P. O. Box 2347
Hobbs, New Mexico

Re: State "C" lease, NW SE
and SE SE Sec 19-17S-35E,
New Mexico Lease No. B-1398
and State "E" lease, NE NE
Sec 30-17S-35E, New Mexico
Lease No. B-2423

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Yours truly,

JOSALINE PRODUCTION CO.

Bill Ziegelgruber

Consent Granted to Commingling

By [Signature]

November 4, 1959

Phillips Petroleum Company
P. O. Box 2105
Hobbs, New Mexico

Re: State "C" lease, NW SE
and SE SE Sec 19-17S-35E
New Mexico Lease No. B-1398
and State "E" lease, NE NE
Sec 30-17S-35E, New Mexico
Lease No. B-2423

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Yours truly,

JOSALINE PRODUCTION CO.

Bill Ziegelgruber
Bill Ziegelgruber

Consent Granted to Commingle

PHILLIPS PETROLEUM COMPANY

By O.P. Nichols, Jr.

C
O
P
Y

JOSALINE PRODUCTION COMPANY

OIL PRODUCERS
P.O. BOX 1522 -- PHONE CENTRAL 8-8596

Oklahoma City 1, Oklahoma

November 4, 1959

Drilling and Exploration Company
P. O. Box 2075
Hobbs, New Mexico

Re: State "C" lease, NW SE
and SE SE Sec 19-17S-35E,
New Mexico Lease No. B-1398
and State "E" lease, NE NE
Sec 30-17S-35E, New Mexico
Lease No. B-2423

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JOSALINE PRODUCTION CO.

Bill Ringelgruber
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Consent Granted to Commingle