

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

May 19, 1964

C
Texaco Inc.
Drawer 728
Hobbs, New Mexico

Attention: Mr. J. G. Blevins, Jr.

Amendment
Administrative Order CTB-82

O
Gentlemen:

Reference is made to your letter dated April 30, 1964, wherein you request that Administrative Order CTB-82 be amended to delete the requirement for separate metering prior to the commingling of Paduca-Delaware production on your E. F. Ray-Federal (NCT-2) Lease and your E. F. Ray-Federal "B" Lease, Lea County, New Mexico.

P
Administrative Order CTB-82 authorized the commingling of the production from said pool on the aforesaid leases, after separately metering; however, it is our understanding that the production from each lease has now declined to a marginal status and, with the consent of the United States Geological Survey, royalty owner on the aforesaid leases, you now wish to commingle allocating the production to each pool on the basis of periodic well tests.

Y
Administrative Order CTB-82 is hereby amended to permit the commingling of the aforesaid production in the above-described manner.

Very truly yours,

A. L. Porter, Jr.
Secretary-Director

ALF:DSN:ag

cc: Oil Conservation Commission (with enclosure) - Hobbs
Oil & Gas Engineering Committee - Hobbs
Oil & Gas Accounting Commission - Santa Fe
United States Geological Survey - Roswell

TEXACO
INC.

PETROLEUM PRODUCTS



DRAWER 728

HOBBS, NEW MEXICO 88240

APR 1 11 24

April 30, 1964

CTB-82

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Re: Revision of Administrative Order
CTB-82, Commingling of Production,
TEXACO Inc. E.F. Ray-Federal
(NCT-2) & E.F. Ray-Federal "B"
Leases, Paduca-Delaware Pool,
Lea County, New Mexico

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

Gentlemen:

By letter of application dated January 27, 1964, Texaco requested revision of Commission Order CTB-82 as an exception to Commission Rule 303 (a). This request was denied since Rule 303 (a) was not pertinent to the conditions on the subject leases. The author of the request did not understand that separate measurement of production prior to commingling was a requisite of the United States Geological Survey and not necessarily a requirement under either Commission Rule 303 (a) or 309-B. In view of this misunderstanding, Texaco is re-submitting the subject application for revision of Administrative Order CTB-82 to permit commingling of production between leases without separately measuring production from each lease prior to commingling. This is in accordance with New Mexico Oil Conservation Commission Rule 309-B and Section III - "Commingling Between Leases, Item 1. "Common Ownership" of the Commission's "Manual for the Installation and Operation of Commingling Facilities."

Administrative Order CTB-82, dated June 26, 1962, granted permission to commingle production between leases after separately measuring the production from each lease prior to commingling. This permission was granted subsequent to Texaco's application for commingling, dated May 7, 1962, in which

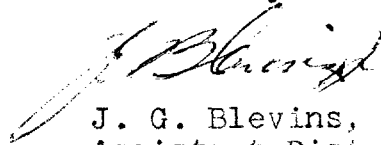
April 30, 1964

application it was stated that all royalty and working interest in the subject leases were common and all production was from the Paduca-Delaware Pool. Although these conditions qualified the leases for commingling without separately measuring the production, in accordance with Commission Rule 309-B, meters were installed to separately measure production prior to commingling as a requisite of the United States Geological Survey. This separately measuring requirement is no longer required by the United States Geological Survey as indicated by the attached letter from them, dated February 4, 1964.

~~All working and royalty interests have remained and are currently common~~ between both subject leases and all production ~~is from the Paduca-Delaware Pool~~. In view of this and the fact that the United States Geological Survey no longer requires separate measurement of production from each subject lease prior to commingling, TEXACO Inc. respectfully requests that Administrative Order CTB-82 be revised to the effect to permit commingling of production between leases without separately measuring production from each lease prior to commingling.

If such permission is granted, Texaco plans to allocate lease production on well test basis. Adequate testing facilities shall be provided to permit the accurate determination of the capacity of each well at least once each month. Attached is a schematic diagram of the proposed non-metering battery and the currently existing metering battery.

Yours very truly,



J. G. Blevins, Jr.
Assistant District Supt.

WPY-bh

Attachments

CC; NMOCC-Hobbs



IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

Drawer 1857
Roswell, New Mexico 88201

February 4, 1964

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

Attention: Mr. J. G. Blevins, Jr.

Gentlemen:

Your letter of January 27 requests revision of your application to commingle oil production, approved by us on June 6, 1962, on leases Las Cruces 061936 and Las Cruces 061936-A.

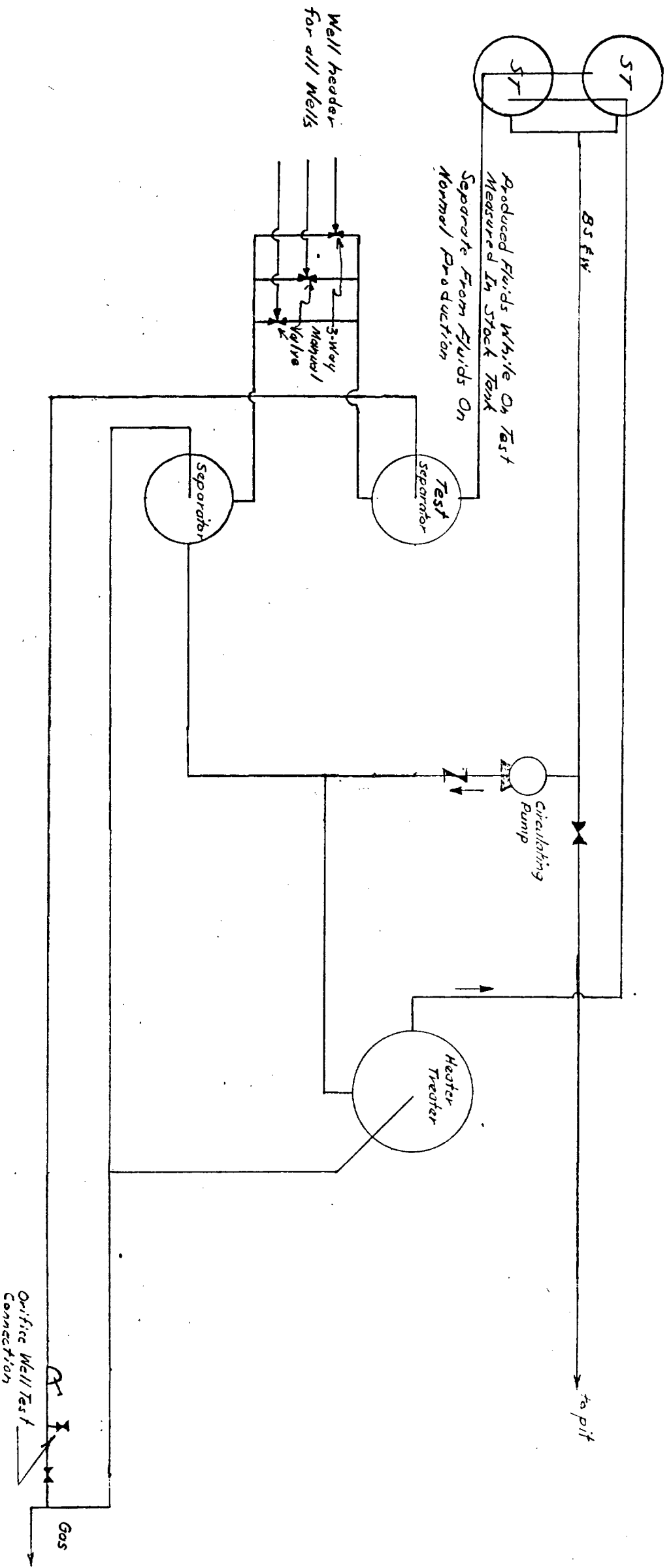
The revision would permit you to cease separate metering of production from each lease and allow the determination of production from each lease and each well by periodic well tests.

Revision of your application, as described by the attached proposed diagram and the procedure noted in your application, is hereby approved.

Sincerely yours,

A handwritten signature in dark ink, appearing to read "John A. Anderson", is written over a horizontal line.

JOHN A. ANDERSON
Regional Oil and Gas Supervisor



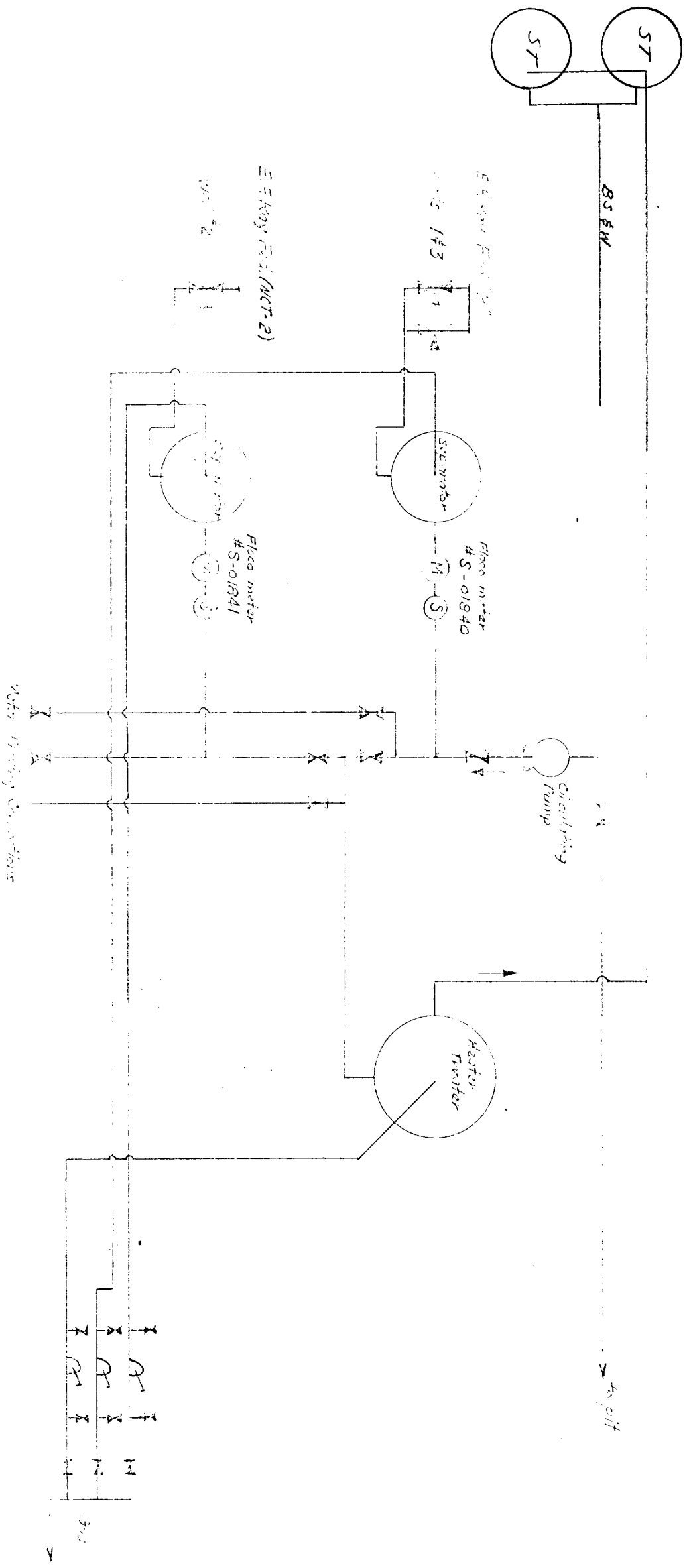
TEXACO

E.F. Ray Fed. B and

E.F. Ray Fed. NCT-2

Proposed Non-Metering Battery

Date: 4-24-64 Drawn By: DLH



TEXAS

E.F. Roy Field B and C

E.F. Roy Field A

Water 4-24-64 From D. L. A.

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

February 26, 1964

C
Texaco Inc.
Drawer 788
Hobbs, New Mexico

Attention: Mr. J. G. Blevins, Jr.

Gentlemen:

O
P
Reference is made to your letter of January 27, 1964, wherein you request that Administrative Order CTB-82 be amended to delete the requirement that the production from your E. F. Ray Federal (555-2) Lease and your E. F. Ray Federal "B" Lease, Paduca-Belmore Pool, Lea County, New Mexico, be metered prior to commingling. Your request is based on the premise that the production from both leases has declined to a marginal nature and that therefore separate measurement is no longer necessary.

Y
The Commission's Manual for the Installation and Operation of Commingling Facilities permits the commingling of marginal production on the same basic lease without separate measurement as an exception to Rule 303 (a) of the Commission Rules and Regulations. However, no provision is made for commingling of production from more than one lease on the basis of periodic well tests. Your request for amendment to Administrative Order CTB-82 must therefore be denied.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/DSN/esr

cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
United States Geological Survey - Roswell

TEXACO
INC.

PETROLEUM PRODUCTS



13
DRAWER 728

HOBBS, NEW MEXICO 88240
January 27, 1964

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

Re: Revision of Commingling
Order No. CTB-82, TEXACO Inc.,
E. F. Ray Federal (NCT-2) and
E. F. Ray Federal "B" Leases,
Paduca Delaware Pool, Lea
County, New Mexico

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

Gentlemen:

TEXACO Inc. respectfully requests revision of the subject order to permit commingling on periodic well test basis rather than the presently approved separate zone metering method in accordance with Section II-1, "Manual for the Installation and Operation of Commingling Facilities." All wells producing from the Paduca Delaware pool on the subject leases are incapable of producing top unit allowable, as indicated on the attached 61-day period production tabulation. Also attached are schematic diagrams of the present battery installation and the proposed installation.

Yours very truly,

A handwritten signature in dark ink, appearing to read "J. G. Blevins, Jr." with a stylized flourish at the end.
J. G. Blevins, Jr.
Assistant District
Superintendent

LMF-bl

TEXACO Inc.

E. F. Ray Federal (NCT-2) Lease
Lea County, New Mexico

E. F. Ray Federal "B" Lease
Lea County, New Mexico

14

Date Paduca Delaware
1963 Well #2

October	1	3
	2	3
	3	4
	4	3
	5	3
	6	3
	7	3
	8	3
	9	3
	10	3
	11	3
	12	3
	13	3
	14	3
	15	3
	16	3
	17	3
	18	3
	19	2
	20	2
	21	3
	22	3
	23	2
	24	3
	25	3
	26	4
	27	4
	28	3
	29	3
	30	3
	31	3

TOTAL 93

Paduca Delaware
Well #1 Well #3

20	7
20	7
19	8
19	7
19	7
20	7
18	6
19	7
19	6
21	7
19	7
19	7
20	7
19	7
18	7
18	7
21	7
20	7
19	7
20	6
19	7
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19	6
20	7
19	7
20	6

601 212

TEXACO Inc.

E. F. Ray Federal (NCT-2) Lease
Lea County, New Mexico

E. F. Ray Federal "B" Lease
Lea County, New Mexico

Date 1963 Paduca Delaware
Well #2

Paduca Delaware
Well #1 Well #3

November	1	3
	2	4
	3	3
	4	4
	5	3
	6	4
	7	3
	8	3
	9	3
	10	3
	11	4
	12	3
	13	3
	14	3
	15	3
	16	4
	17	3
	18	4
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	21	3
	22	3
	23	4
	24	3
	25	3
	26	4
	27	3
	28	3
	29	3
	30	3

20	6
19	6
20	7
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20	7

TOTAL 98

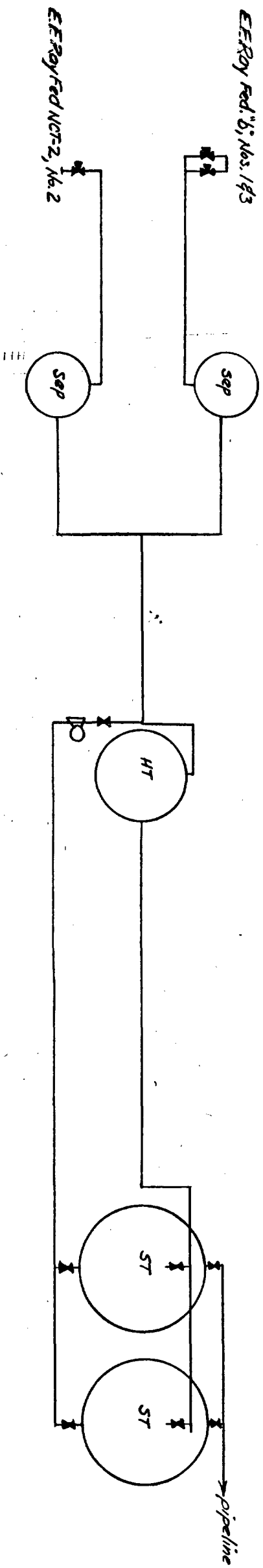
588 200

61 DAYS
TOTAL 191

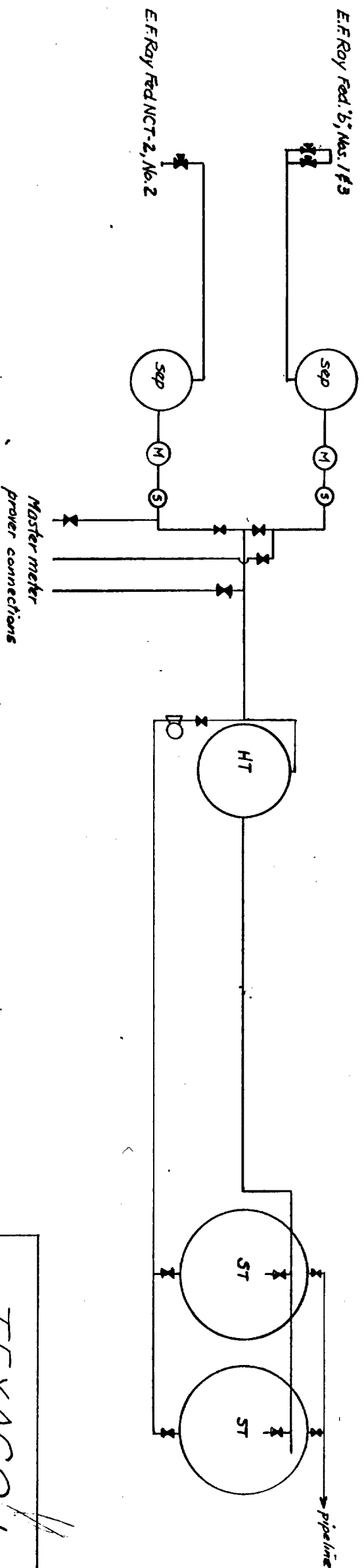
1189 412

Ave Prod
bbl/day 3.13

19.49 6.75



TEXACO Inc.
HOBBBS DISTRICT JAL AREA
E.F. Ray Federal
Leases
Proposed Installation
Date 1-7-64 Drawn by DLH



TEXACO Inc.
 HOBBS DISTRICT JAL AREA
 E.F. Roy Federal
 Leases
 Present Installation
 Date: 1-7-64 Drawn By DLH

TEXACO
INC.

PETROLEUM PRODUCTS



DRAWER 728

HOBBS, NEW MEXICO 88240

February 7, 1964

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Re: Revision of Commingling
Order No. CTB-82, TEXACO Inc.,
E. F. Ray Federal (NCT-2) and
E. F. Ray Federal "B" Leases,
Paduca Delaware Pool, Lea
County, New Mexico

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

Gentlemen:

Attached is letter of consent from USGS in order
that you may process our application for revision of Comming-
ling Order No. CTB-82 submitted to you January 27, 1964.

Yours very truly,

A handwritten signature in dark ink, appearing to read "J. G. Blevins, Jr.".

J. G. Blevins, Jr.
Asst. Dist. Supt.

LMF/kp



IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

Drawer 1857
Roswell, New Mexico 88201

February 4, 1964

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

Attention: Mr. J. G. Blevins, Jr.

Gentlemen:

Your letter of January 27 requests revision of your application to commingle oil production, approved by us on June 6, 1962, on leases Las Cruces 061936 and Las Cruces 061936-A.

The revision would permit you to cease separate metering of production from each lease and allow the determination of production from each lease and each well by periodic well tests.

Revision of your application, as described by the attached proposed diagram and the procedure noted in your application, is hereby approved.

Sincerely yours,

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JOHN A. ANDERSON

Regional Oil and Gas Supervisor