



Chevron U.S.A. Inc.
P. O. Box 670, Hobbs, NM 88240

R. C. Anderson
Division Manager
Hobbs Division
Production Department

October 4, 1985

ARNOTT RAMSAY (NCT-F)
STATE LEASE NO. B229
TANK BATTERY
SECTION 36-T25S-R37E
LEA COUNTY, NEW MEXICO
PROPOSED SURFACE COMMINGLING

Mr. Richard L. Stamets
Energy and Minerals Dept.
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear Sir:

In order to avoid considerable expense in constructing and maintaining a new tank battery on the subject lease, we request an amendment to Administrative Order PC-9. This order originally granted permission to surface commingle the Justis Blinbry and Justis Tubbs Drinkard. We request the order be amended to include Langlie Mattix production from the recompleted Well No. 2. All wells on the lease will be tested periodically for allocation of production.

The attached tabulation shows the volumes, gravities, and monetary values of the liquid hydrocarbons from individual pools, as well as commingled production. The tabulation also shows total average daily production for a 2 month period and the recent production test of the recompletion. The calculated revenue from the commingled production is approximately 24 cents per day more than the total revenue from the individual pools. Also attached are schematics of the commingled facility, lease plats, and Texaco's letter of agreement to purchase the commingled production.

A simultaneous application has been sent to the Commissioner of Public Lands for approval. If you have any questions, please contact Mike Casey at 505-393-4121, extension 347 in Hobbs.

Yours very truly,


R. C. ANDERSON

10-24-85
Talked to Mike Casey, they want
to include Justis Blinbry, and
Justis Tubbs in the order.
MWC/skc
Att'd

for

ARNOTT RAMSAY (NCT-F) LEASE, TANK BATTERY
SECTION 36-T25S-R37E
LEA COUNTY, NEW MEXICO

<u>WELLS AND POOLS</u>	<u>PRODUCTION</u>		<u>TOTAL</u>	<u>AVERAGE BOPD</u>
	<u>JUNE 85</u>	<u>JULY 85</u>		
Arnett Ramsay (NCT-F) #4, 5, 7, 10, 11, 12	2702	2450	5152	84.4
Justis Blinebry				
Arnett Ramsay (NCT-F) #9, 11, 13	334	304	638	10.4
Justis Tubb Drinkard				
Arnett Ramsay (NCT-F) #2 Langlie Mattix				24.0

<u>POOL</u>	<u>BOPD</u>	<u>GRAVITY</u>	<u>\$/BBL</u>	<u>\$/DAY</u>
Langlie Mattix	24.0	35.6	27.37	656.88
Justis Tubb Drinkard	10.4	35.9	27.38	284.75
Justis Blinebry	84.4	35.9	27.38	2310.87
Total				3252.50
Commingled	118.8	35.8	27.38	3252.74
			Difference	+0.24



T J Savage
Area Manager
Crude Operations
Crude Oil Trading

Texaco USA

P.O. Box 1150
Midland, Texas 79762
Midland, Texas 79762



September 3, 1985

CHEVRON U.S.A. INC. - OPERATOR
ARNOTT - RAMSEY (NCT-F) LEASE
LEA COUNTY, NEW MEXICO
0055-1995-0001

Chevron U.S.A. Inc.
P. O. Box 1150
Midland, Texas 79762

Attention: Mrs. Beryl Ragsdale

Dear Beryl:

Reference is made to previous arrangements which provided for your sale of the above subject lease production from commingled storage to Texaco Refining & Marketing Inc. with connection by Texas-New Mexico Pipe Line Company into their Intermediate Sweet System.

You requested Texacos approval to purchase Langlie Mattix production amounting to 24 B.P.D. of 35.6° gravity crude oil. We understand that this production will be commingled under Permit No. PC-9 with approximately 40 B.P.D. of Justis Blinbry and 10 B.P.D. of Justis Tubb Drinkard production.

Texaco is agreeable to purchasing this commingled production.

Very truly yours,

Thomas J. Savage

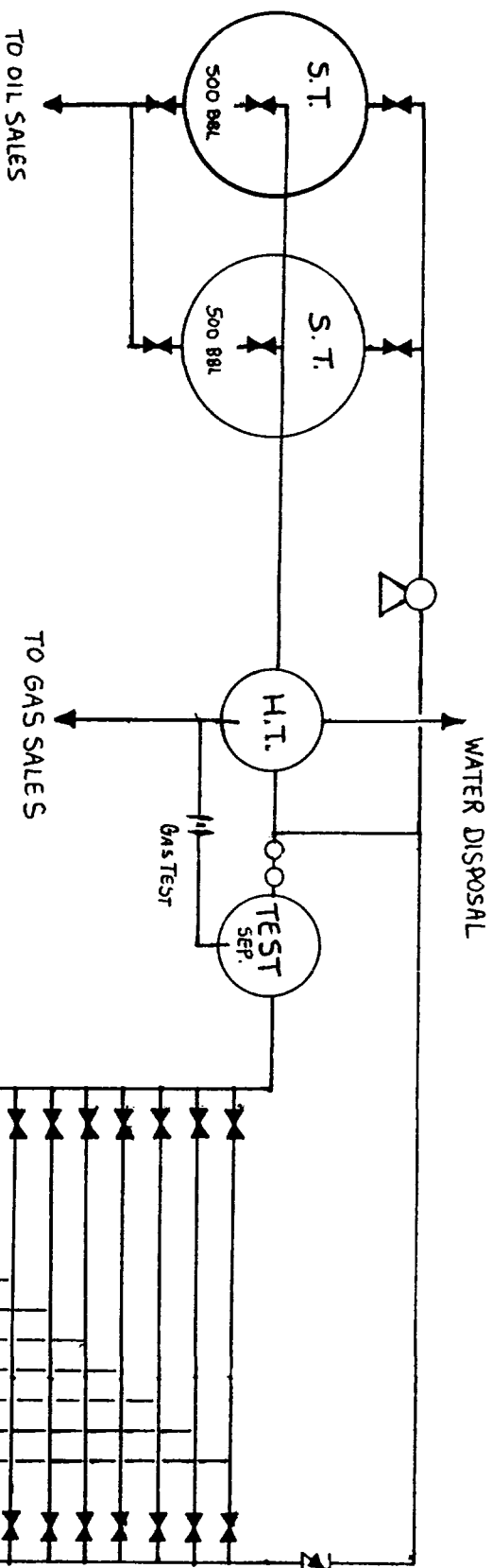
TJS:cjc

CHEVRON U.S.A. INC.

ARNOTT RAMSAY NCT-F TANK BATTN BATTERY #4

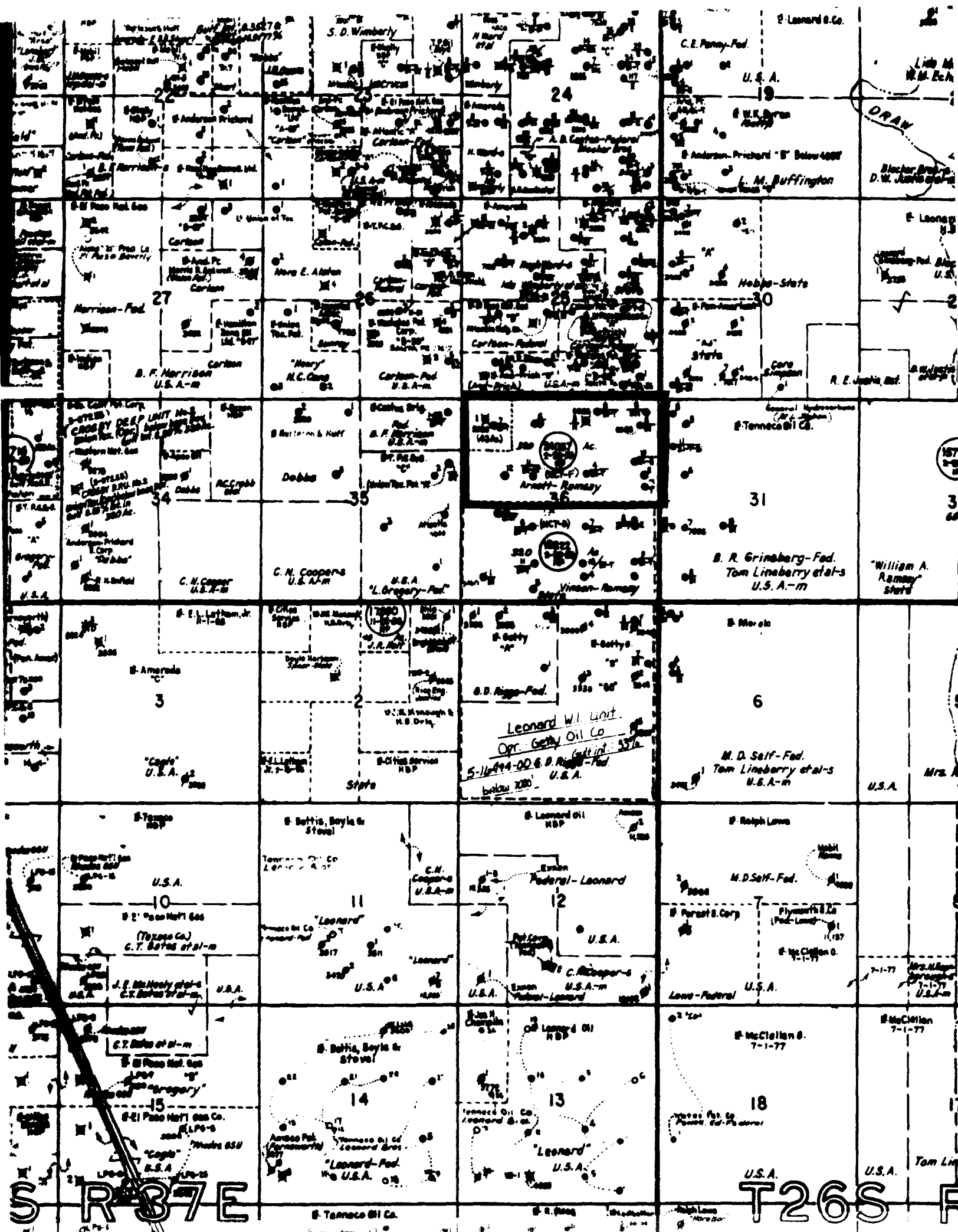
SECTION 36-T25S-R37E

LEA COUNTY, NEW MEXICO



ARNOTT RAMSAY NCT-F #4

2	
13	
12	
11	
10	
9	
7	
6	
5	
4	



State of New Mexico



JIM BACA
COMMISSIONER



Commissioner of Public Lands

October 16, 1985

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148
Express Mail Delivery Uses
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

Chevron U.S.A., Inc.
P. O. Box 670
Hobbs, New Mexico 88240

Re: Surface Commingling
Section 36-25S-37E
State Lease No. B-299-1
Arnott Ramsay (NCT-F)
Lea County, New Mexico

ATTENTION: Mr. R. C. Anderson

Gentlemen:

Reference is made to your application of October 4, 1985, requesting approval to surface commingle production from the Justis Blinbry, Justis Tubb Drinkard, and the Langlie Mattix pools within the Arnott Ramsay (NCT-F) Tank Battery No. 4. It is our understanding that the Arnott Ramsay (NCT-F) Well Nos. 4, 5, 7, 10, 11 and 12 are producing from the Justis Blinbry pool. The Arnott Ramsay (NCT-F) Well Nos. 9, 11 and 13 are producing from the Justis Tubb Drinkard pool and the recently recompleted Arnott Ramsay (NCT-F) Well No. 2 is producing from the Langlie Mattix pool.

You are hereby granted approval to the above request. Any deviation from your proposed request will be reason to cancel our approval. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Enclosed is an approved copy for your files. Please remit a filing fee in the amount of Thirty (\$30.00) Dollars.

If we may be of further help please do not hesitate to call on us.

Very truly yours,

JIM BACA
COMMISSIONER OF PUBLIC LANDS

BY: *Ray D. Graham*
RAY D. GRAHAM, Director
Oil and Gas Division
AC 505/827-5744

JB/RDG/pm
encls.

cc: OCD-Santa Fe, New Mexico Attention: David Catanach
OGAD-Santa Fe, New Mexico