

June 20, 1969

DRAWER 728
HOBBS, NEW MEXICO 88240

New Mexico Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87501

Re: Amendment, Administrative Order PC-146

TEXACO INc., New Mexico "BZ" State (MCT-10) Lease, Lea County, New Mexico

France 1 12 - 14

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

Gentlemen:

This is to advise, in accordance with Section II-I of the New Mexico Oil Conservation Commission's "Manual for the Installation and Operation of Commingling Facilities", that the New Mexico "BZ" State (NCT-IO) Well No. I is capable of producing top allowable from the Blinebry zone, said well being within the boundaries and connected to the tank battery pertinent to Order No. PC-I46.

Administrative Order No. PC-146 dated July 9, 1963, granted TEXACO Inc. authority to commingle production from the Blinebry, Drinkard, and Devonian Pools, North Justis Field after separately metering each and was amended September 10, 1963, to eliminate separate test facilities for each zone. The order was further amended October 2, 1967, to discontinue metering separate zones due to the marginal status of all wells concerned.

Further, the Devonian zone on the subject lease is no longer economical to produce and has been shut in leaving only Blinebry and Drinkard production for commingling.

In view of the aforementioned, TEXACO Inc. respectfully requests amendment of Administrative Order No. PC-146 to authorize commingling of the Blinebry and Drinkard zones after separately metering the Blinebry zone and utilizing the "Subtraction Method" to determine the production of the Drinkard zone as outlined in Section II-2-B of the New Mexico Oil Conservation Commission's "Manual For The Installation and Operation of Commingling Facilities".

Yours very truly,

J. G. Blevins. Jr.

Assistant District Superintendent

BRH-cg

cc: State Land Office (Oil & Gas Dept.) Santa Fe

NMOCC-Hobbs