

CONTINENTAL OIL COMPANY

P. O. Box 460

Hobbs, New Mexico 88240

PRODUCTION DEPARTMENT HOBBS DIVISION L. P. THOMPSON Division Manager G. C. Jamieson Assistant Division Manager

September 4, 1968

1001 North Turner TELEPHONE 393-4141

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New Mexico Oil Conservation Commission P. 0. Box 2088 Santa Fe, New Mexico

Attention of Mr. A. L. Porter, Jr., Secretary-Director

Re: Application for Amendment of Administrative Order 94 No. PC-169

Gentlemen:

Order No. PC-169 dated November 13, 1963, permitted commingling of the Blinebry and Drinkard oil produced on the Lockhart A-35 Lease in Section 35, T-21S, R-37E. This order was subsequently amended May 19, 1964, to permit commingling of gas well liquids and again on June 24, 1964, limiting the gas well liquids to those produced from the Blinebry Gas Pool inasmuch as the Blinebry gas well liquids are of common ownership with the oil produced on the lease.

Continental Oil Company recently re-completed well No. 2 by squeezing the Blinebry zone and deepening the well to the Wantz Abo Pool.

Exhibit No. 1 is a plat showing the location of the lease and the wells and, by color code, the pools in which each well is completed. Exhibit No. 2 is a schematic diagram of our proposed revision of the commingling installation showing the Abo production being routed through the same manifold with the Blinebry oil production.

Exhibit No. 3 is a list of the most recent tests on each of the wells on the lease.

PIONEERING IN

As shown on Exhibit No. 3, there are no top allowable wells in the Blinebry Oil Pool or the Wantz Abo Pool. Consequently, production from these two pools is not proposed to be metered. The Lockhart A-35 No. 3 (Drinkard) is penalized for excessive gas-oil ratio and consequently, the Drinkard stream is proposed to be metered and sampled prior to commingling. Production from the Blinebry and Wantz Abo Pools will be determined by the subtraction method and allocation to wells will be made on the basis of well tests.

A letter from the USGS approving the revised commingling facility is also forwarded herewith.

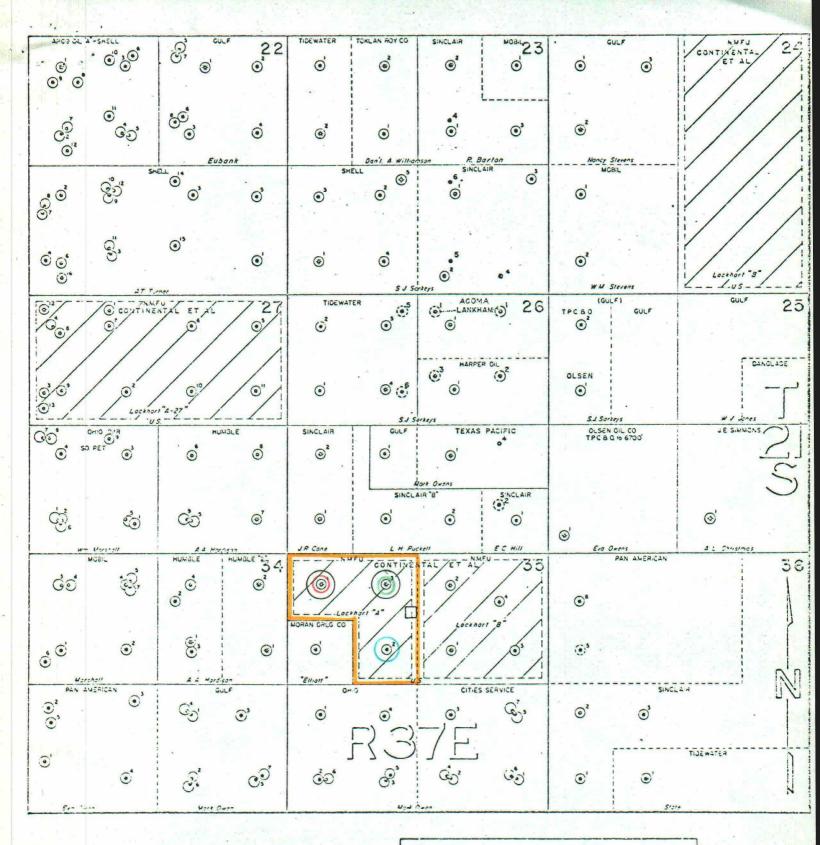
It is respectfully requested that administrative Order PC-169 be amended as proposed herein.

Yours very truly,

All Momphson

VTL-JS Attach

Copy to NMOCC-Hobbs



LEGEND

O Abo Producer (Blinebry TA)

(O) Blinebry Gas -- Drinkard Oil

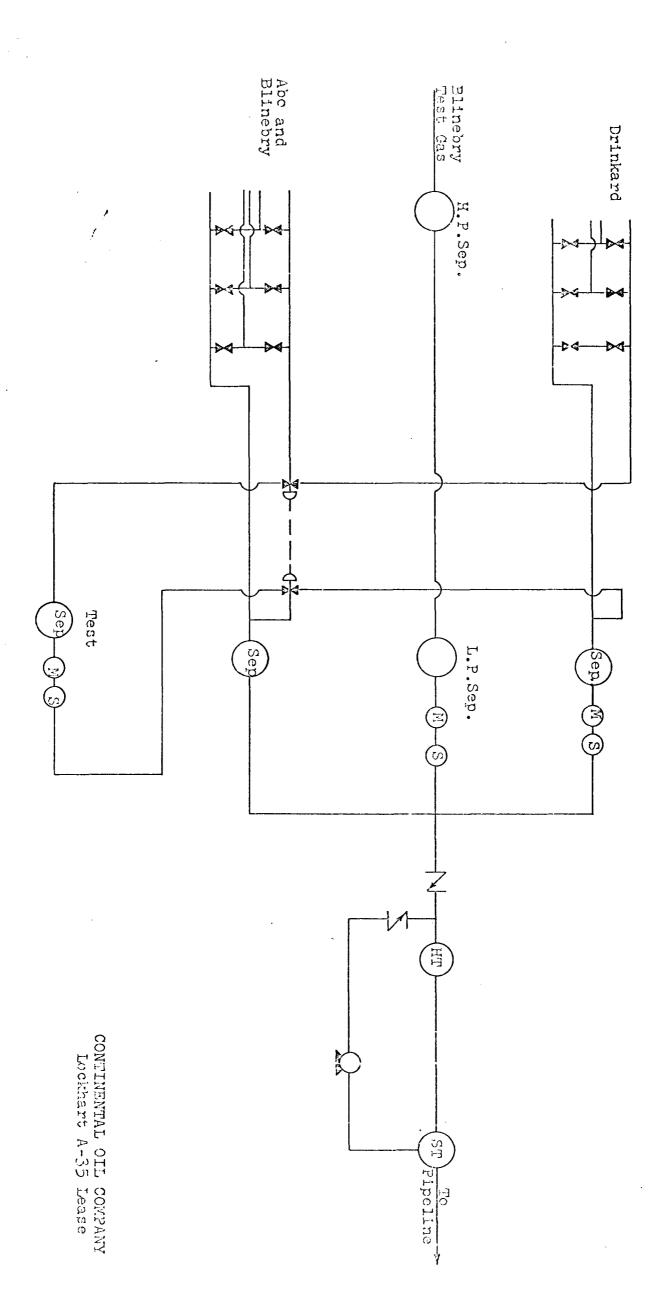
Blinebry Oil--Drinkard Oil & Tubb Gas (Separate Storage)

PRODUCTION DEPARTMENT
HOBBS DIVISION
LOCKHART A-35 LEASE

LEA COUNTY, NEW MEXICO

SCALE: 1" = 2,000'

☐ Tank Battery



YEAR TO MORE

LATEST TESTS - LOCKHART A-35 LEASE

Well No.	Zone	Date of Test	Bbls Oil	MCF Gas	Bbls. Water	Gravity
1	Blinebry Gas	5 - 8-68	2	2 99	0	62
3	Blinebry	3-26-6 8	10	22 <u>4</u>	0	42
1	Drinkard	8 - 6-68	4	460	0	42
3	Drinkard	8 - 5-68	5	1 1 4:1:	0	42
2	Wantz Abo	7-4 - 68	32	83	1	<i>l</i> _{‡2}



UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY

Drawer 1857 Roswell, New Mexico 88201

August 16, 1968

Continental Oil Company P. O. Box 460 Hobbs, New Mexico

Attention: Mr. L. P. Thompson:

Gentlemen:

Your letter of August 9, requests approval to modify the commingling system approved by our letter of June 12, 1964, lease Las Cruces 032096(a). You propose to commingle Wantz Abo pool production with presently commingled Drinkard pool, Blinebry pool, and Blinebry gas pool condensate production.

The method of commingling described by the diagram attached to your letter is hereby approved.

Please notify our Hobbs office when the installation is completed so that a field inspection of the system can be made.

Sincerely yours,

HOBBS DIVISION

AUG 19'68

Div. Manager

Div. Engr.

Div. Cons'v. Coord.

CARL C. TRAYWICK

Acting Oil and Gas Supervisor