

SHELL OIL COMPANY

P. O. Box 1858
Roswell, New Mexico

July 19, 1965

Subject: Top Allowable Wantz
Abo Production, Argo-
Argo "A" Lease Commingling

New Mexico Oil Conservation Commission (3)
P. O. Box 871
Santa Fe, New Mexico

Gentlemen:

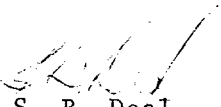
Reference is made to N.M.O.C.C. Administrative Order PC-180 which, in part, authorizes Shell Oil Company to commingle top allowable Blinebry production with marginal Drinkard and Wantz Abo production on the Argo-Argo A Lease after separately metering the Blinebry production and the combined Drinkard-Wantz Abo marginal production. Production is allocated to each of the latter pools on the basis of periodic well tests.

We wish to inform you that the Argo A No. 9 was recently recompleted as a top allowable Wantz Abo producer. Since the Wantz Abo production on the lease is no longer marginal, we presume separate metering will be required. We therefore request Administrative Approval to revise the existing Argo-Argo "A" sour crude commingling installation to handle top allowable Wantz Abo production as per the attached schematic diagram.

Each of the three producing zones will be separately and continuously metered prior to commingling. Net zone production will be determined by applying the known meter factor to the gross meter reading, less BS&W content up to two per cent. Each zone production meter will be proved for accuracy monthly.

The proposed commingling installation will be operated in accordance with the Commission's "Manual for the Installation and Operation of Commingling Facilities". Attached for your consideration are schematic diagrams of the proposed revised Argo-Argo "A" sour commingling system and current lease plats showing the number of wells producing from each zone. If additional information is desired, please contact this office.

Yours very truly,


S. B. Deal

Acting Division Production Manager

Attachments

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canal 2363

SHELL OIL CO.
 PROPOSED INSTALLATION DIAGRAM
 COMMINGLED DRINKARD, BLINEBRY & WANTZ ABO
 ARGO-ARGO "A" LEASE
 Lea Co., N. Mex.

