

PHILLIPS PETROLEUM COMPANY

Exploration & Production Department

P. O. Box 2130 Hobbs, New Mexico

January 9, 1964

In re: Request for Administrative Approval for an Exception to NMOCC Rule 303 - Phillips Petroleum Company Santa Fe Lease, Vacuum Abo, Vacuum Penn. and Vacuum Wolfcamp Pools, Lea County, New Mexico

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

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

Gentlemen:

Phillips Petroleum Company herewith makes application for an exception to New Mexico Oil Conservation Commission Rule No. 303 and requests administrative approval to commingle production from three zones in Santa Fe Well No. 87. Well No. 87 is presently being drilled and it is anticipated that the well will be completed in the Vacuum Abo, Vacuum Penn. and Vacuum Wolfcamp Pools.

The subject well is located in the NW/4, SW/4 of Section 31, T17S, R35E, Lea County, New Mexico.

In further support of this application, Phillips Petroleum Company states the following:

- 1. The gravity of the oil from the Vacuum Abo, Vacuum Penn. and Vacuum Wolfcamp is 38°, 41.4° and 41.2° respectively. The gravity of the commingled stream will be 40.2° API. The value of the commingled stream will be equal to or greater than the values of the separate streams.
- 2. The royalty of the subject well is dedicated to the State of New Mexico, Common Schools.
- 3. Phillips Petroleum Company is the sole working interest owner of the well.
- 4. All three zones are expected to be capable of making top allowable. It is proposed to meter the Abo and Penn. production and obtain the Wolfcamp production by the subtraction method. The allowable production

January 9, 1964 Page 2

from each zone is as follows: Abo - 187 BOPD, Penn - 222 BOPD and Wolfcamp - 187 BOPD.

- 5. Adequate facilities will be provided for individual pool testing. (See attached sketch.)
- 6. The New Mexico State Land Commissioner has approved this request as per the attached letter.
- 7. No other wells will be produced into the battery.
- 8. This installation will be operated in accordance with NMOCC "Manual for the Installation and Operation of Commingling Facilities."

A plat is attached showing the well and tank battery.

Very truly yours,

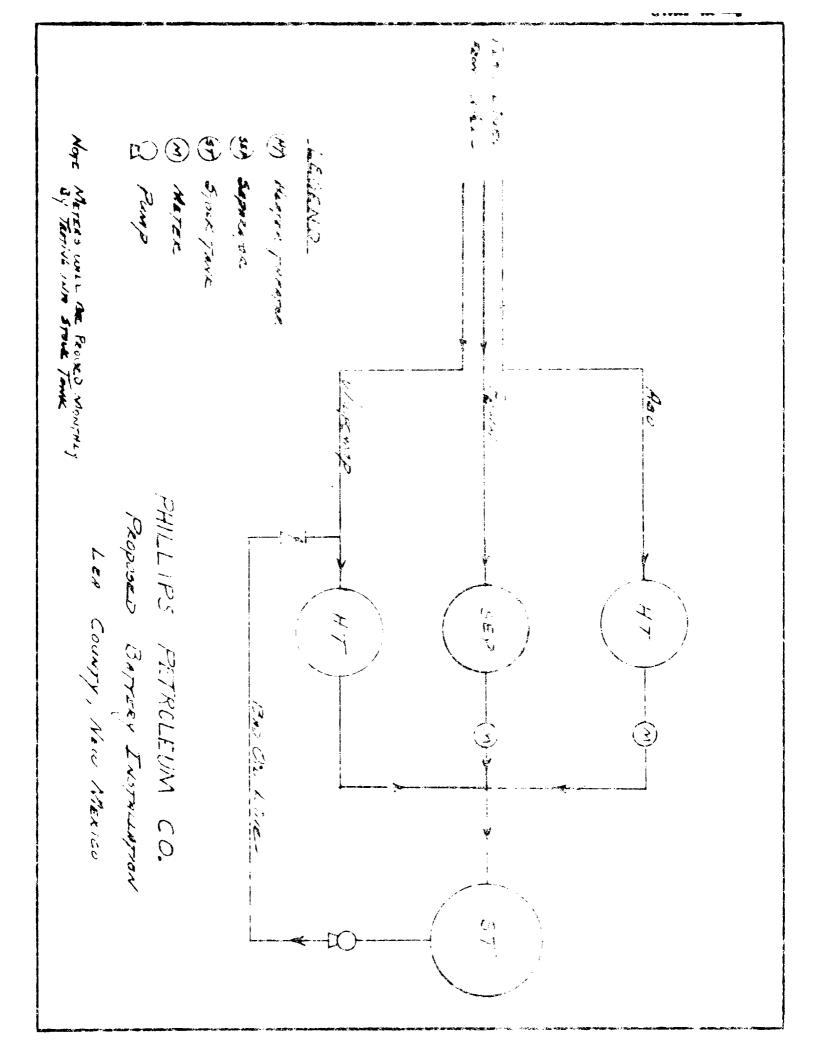
W. C. Rodgers

Area Superintendent Production Division

WSG:wma Attach.

cc: New Mexico Oil Conservation Commission Hobbs, New Mexico

Attach.



A Commence of the Commence of

State of New Modern



Commissioner of Public Lands





P. O. WOX 191 SANTA PR, NEW MEXICO

January 7, 1964

Phillips Petroleum Company Exploration and Production Department P. O. tox 2130 Hobbs, New Mexico

APTENCION: Mr. W. C. Rodgers

RE: Request to commingle production from the Tacuma Abo, Wolfcamp, and Ponn. Fouls, Serta Fe Lease, located NWASWE, Sec. 31-175-35E, Lea County, New Mexico

Gantleman:

We have no objections to the above request since the State stands to gain in royalty by commingling and since ownership is common throughout. This, of course, is subject to approval by the Oil Conservation Commission.

Thank you for the ; lat and other pectiment data.

Very truly yours,

E. S. JOHRNY WALKER COMMISSIONER OF PUBLIC LANDS

BY: NOrom to Martin Z ROMULO MARTIN Z Oil and Gas Department

ESJW/RM/po

CC: Cil Conservation Commission

Oil and Gas Accounting Commission