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AZTEC OIL & GAS COMPANY

P. O. BOX 847 HOBBS, NEW MEXICO O. C. C.
HOBBS, NEW MEXICO
December 23, 1963
DEC 25 10 51 AM '63
PC 186
DEC 23 1963

New Mexico Oil Conservation Commission
P. O. Box 2045
Hobbs, New Mexico

Attention: Mr. Joe D. Ramey

Re: Commingling of production
from State BD-36, Well No. 1

Dear Mr. Ramey,

Aztec Oil & Gas Company respectfully requests permission to commingle production from the Blinebry Oil Zone and Drinkard Oil Zone without metering. The Drinkard zone has been temporarily abandoned since December, 1959, but the recent installation of pump and rods has made it possible to resume production. The following facts are pertinent to this request:

1. Aztec Oil & Gas Company is the joint owner and designated operator of State BD-36, Well No. 1 in the Blinebry Oil Pool and Drinkard Oil Pool, located 1980 feet from the South and East lines of Section 36, Township 22 South, Range 37 East, Lea County, New Mexico.
2. The commingling of these two zones into common storage has been approved by Order R-1238.
3. The Blinebry Zone produces at a rate less than top allowable, being 8 barrels per day.
4. The Drinkard Zone produces at a rate less than top allowable, being 18 barrels per day.
5. A plat showing commingling facilities is attached.
6. A copy of this application has been sent to all offset operators.

Yours very truly,

[Handwritten signature]

Lester L. Duke
District Superintendent

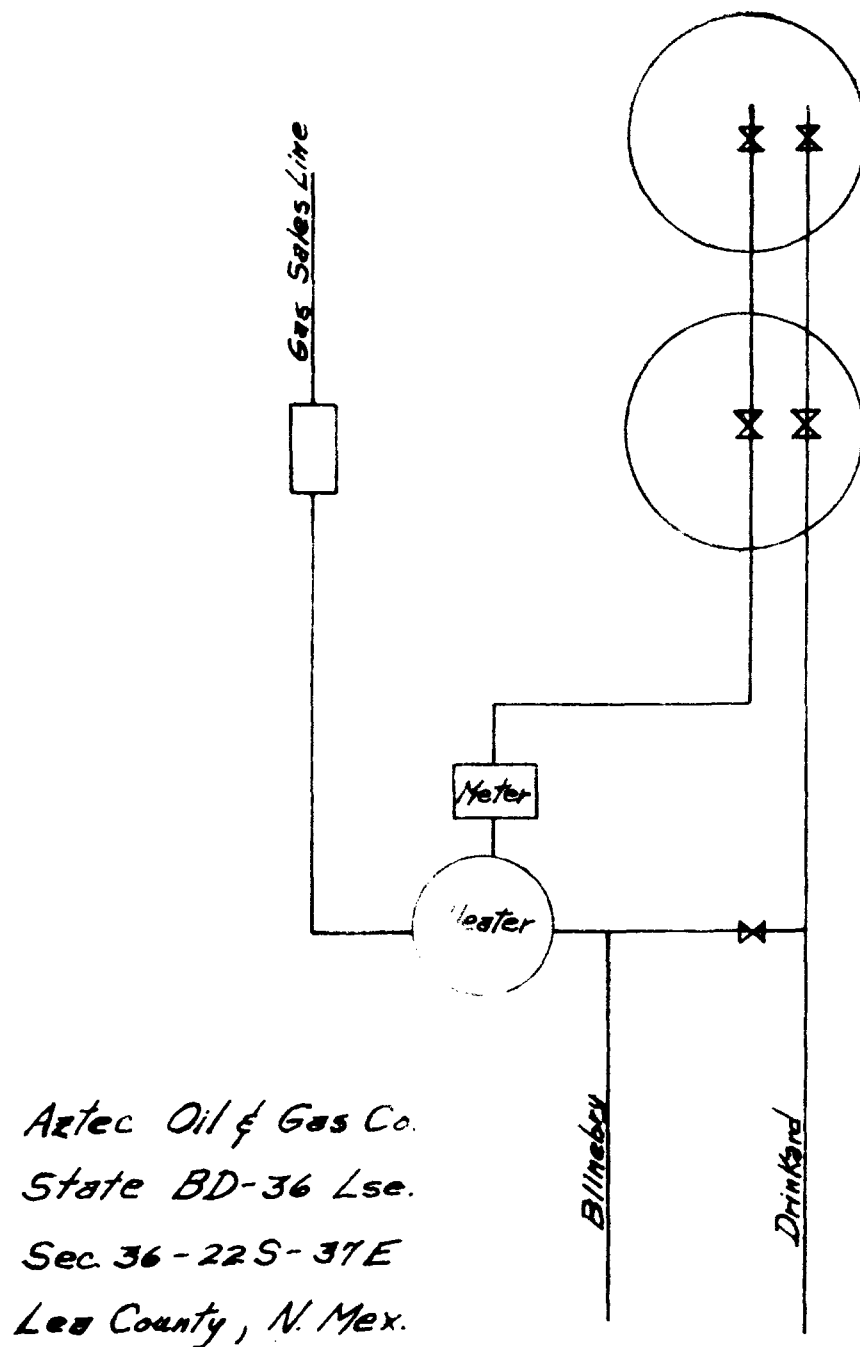
cc: Amerada Petroleum Corp.
P. O. Box 2040
Tulsa, Oklahoma

Western Oil Fields, Inc.
P. O. Box 1139
Denver, Colorado

Moran Oil Producing Company
P. O. Box 1718
Hobbs, New Mexico

Phillips Petroleum Company
P. O. Box 2105
Hobbs, New Mexico

Continental Oil Company
P. O. Box 427
Hobbs, New Mexico



Aztec Oil & Gas Co.
State BD-36 Lse.
Sec. 36-22S-37E
Lea County, N. Mex.