

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

August 20, 1971

Texaco, Inc.
Drawer 728
Hobbs, New Mexico 88240

Attention: Mr. J. A. Schaffer

Administrative Order PC-421

Gentlemen:

Reference is made to your application for administrative approval of an exception to Rule 303-A of the Commission Rules and Regulations to permit the commingling of Blinebry and Drinkard production on your C. P. Falby "A" Lease, which comprises the NW/4 of Section 8, Township 22 South, Range 37 East, Lea County, New Mexico, allocating the production on the basis of periodic well tests. It is our understanding that all of the production on this lease is of marginal nature.

By the authority vested in me under the provisions of Rule 303-B of the Commission Rules and Regulations, Texaco, Inc. is hereby authorized to commingle the production from the aforesaid pools on the said lease in the above-described manner, provided however, that the installation shall be operated in accordance with the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities," and provided further, that you shall notify the Commission at such time as any well on either of the aforesaid pools is capable of top allowable production.

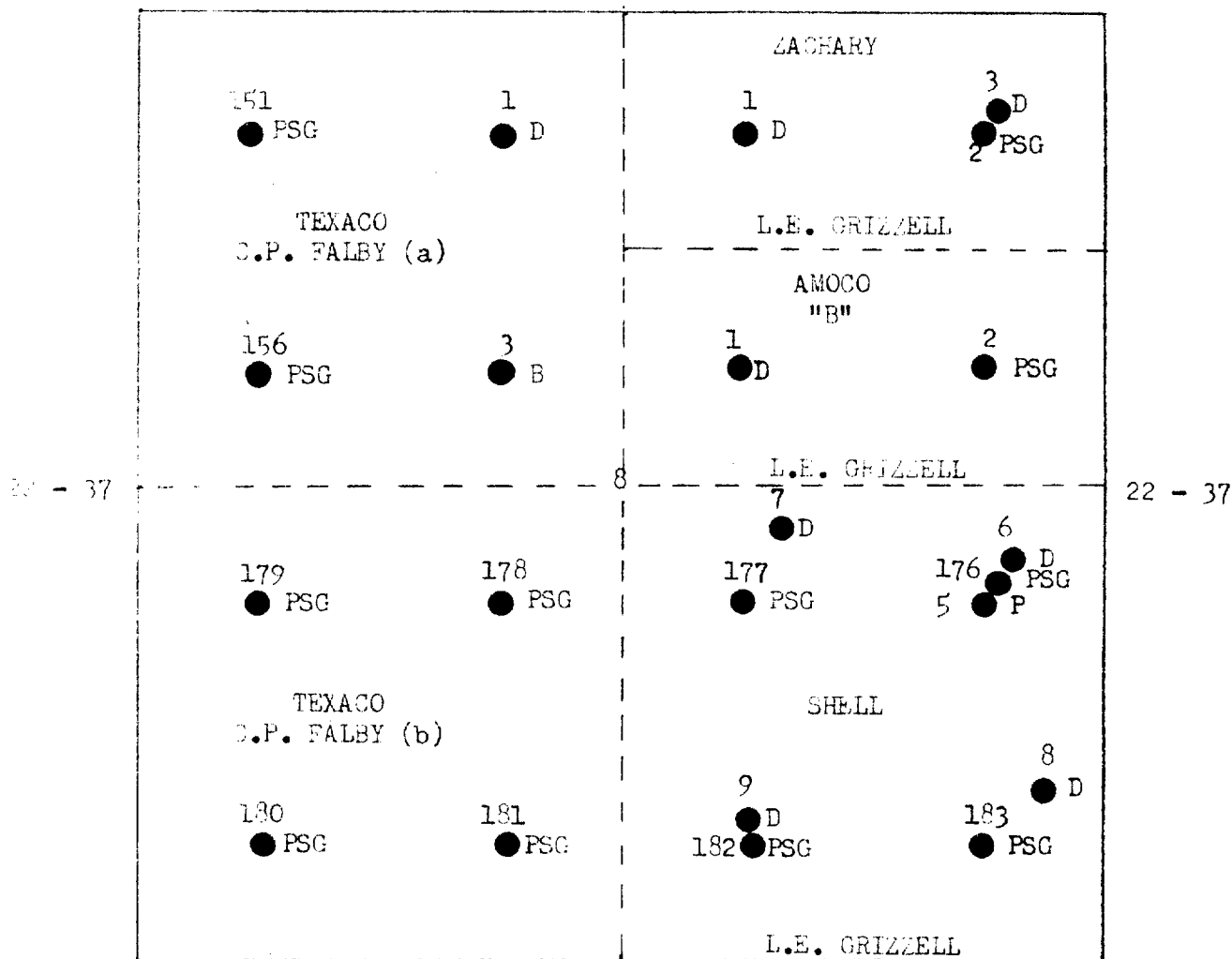
It is the responsibility of the producer to notify the transporter of the aforesaid commingling authority.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/DSN/dr

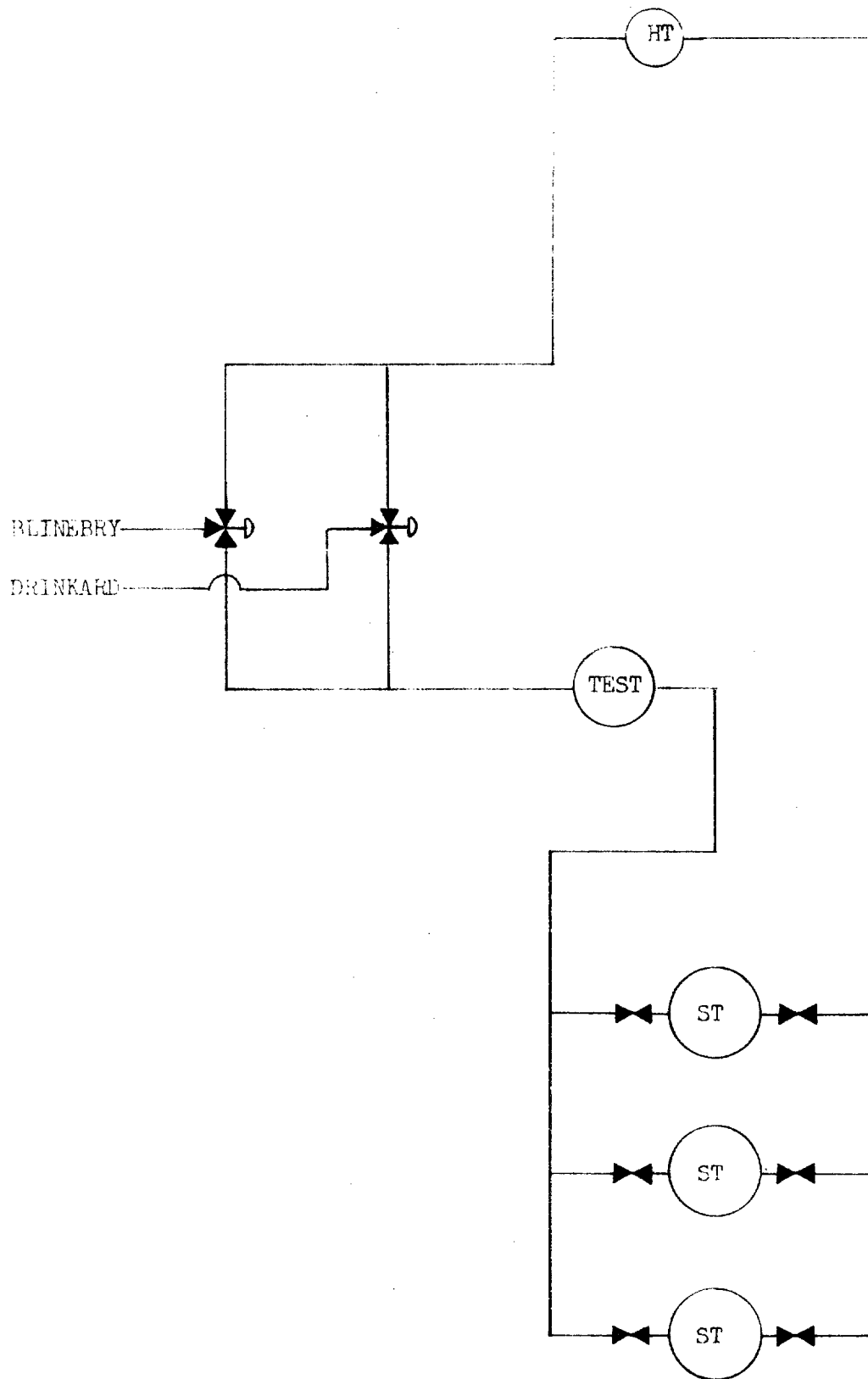
cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering - Hobbs
United States Geological Survey - Roswell



PLAT OF TEXACO INC. C.P. FALBY "a" LEASE AND OFFSET LEASES
LEA COUNTY, NEW MEXICO

LEGEND

PSG.....PRODUCING SKULLY GRAYBURG
D.....DRY
B.....BOREHOLE
P.....POREHOLE



TEXACO INC.
C.P. FAIRY "a" LEASE
DRINKARD AND BLINEBRY POOLS
LEA COUNTY, NEW MEXICO

12

12



PETROLEUM PRODUCTS

RECEIVED
AUG 11 1971
OIL CONSERVATION COMM.

August 10, 1971

TEXACO INC.
DRAWER 728
HOBBS, NEW MEXICO 88240

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

Re: Application for Permit to Commingle
Production, TEXACO Inc.
C.P. Falby 'A' Lease
Blinebry and Drinkard Pools
Lea County, New Mexico

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

Gentlemen:

Attached are copies of approval from the United States Department of the Interior and Shell Oil Company, as transporter, approving the referenced commingling of production. These approvals are being forwarded to you as per our original request dated July 20, 1971.

Your cooperation in this matter will be appreciated.

Yours very truly,

J. A. Schaffer
Assistant District Superintendent

CPC-BH

MAS, Jr.





United States Department of the Interior

GEOLOGICAL SURVEY

Drawer 1857
Roswell, New Mexico 88201

July 30, 1971

Texaco Inc.
Drawer 728
Hobbs, New Mexico 88240

Attention: Mr. J. A. Schaffer


Gentlemen:

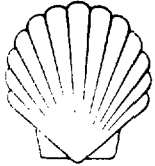
Your letter of July 20 requests approval to modify the commingling system approved by our letters of October 24, 1962, and May 26, 1965, lease Las Cruces 033706(a). Commingling of Eumont and Penrose-Skelly pool production with Drinkard pool production has been discontinued. You now propose to commingle Blinebry pool and Drinkard pool production on the leasehold in the NW $\frac{1}{4}$ sec. 8, T. 22 S., R. 37 E., Lea County, New Mexico, and allocate production to each pool on the basis of periodic well tests.

The system for commingling described in your letter and attachments thereto is hereby approved, subject to like approval by the New Mexico Oil Conservation Commission.

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

Sincerely yours,


CARL C. TRAYWICK
Acting Oil and Gas Supervisor



SHELL OIL COMPANY

PETROLEUM BUILDING

P.O. BOX 1509

MIDLAND, TEXAS 79701

July 22, 1971

Subject: Texaco Inc.
C. P. Falby "A" Lease
Blinebry and Drinkard Pools
Lea County, New Mexico

Texaco Inc. (2)
Drawer 728
Hobbs, New Mexico 88240

Attention Mr. J. A. Schaffer


Gentlemen:

We are in receipt of your letter of July 20, 1971, addressed to Shell Pipe Line Corporation, requesting Shell Pipe Line as purchaser to approve the commingling of Blinebry and Drinkard production from the captioned lease.

Shell Oil Company is the purchaser of the crude and Shell Pipe Line transports the crude for our account. Shell Oil Company, as purchaser, is agreeable to purchasing the Drinkard production commingled with the Blinebry production on the lease.

Please advise us when you actually commence the commingling so that we may adjust our records and notify our carrier to run the oil for our account.

Yours very truly,


J. C. Hart
Raw Materials Supply
Field Operations - Midland

ERL

cc - Shell Pipe Line Corporation
West Texas Division