Standard Oil Company of Texas

P. O. BOX 1249 . HOUSTON TEXAS 77001

June 21, 1965

Texas-New Mexico Pipe Line Company P. O. Box 1510 Midland, Texas

Attention: Mr. P. A. Lyons

Gentlemen:

Standard Oil Company of Texas, a Division of California Oil Company, is spplying for administrative approval from the New Maxico Oil Conservation Commission to commingle Glorieta production now being developed on the State 5-34 lease with Abo production on the State 5-34 and 4-27 leases, Vacuum Field, Lea County, New Maxico.

In April 1964 commingling of the State 4-27 and State 6-34 Abo production was authorized by Administrative Order CTB-116. At the present two wells are producing from the Abo formation on the State 4-27 lease and five wells are producing from the Abe formation on the State 6-34 lease into a central battery located on the State 6-34 lease. The oil is then transferred to your line through an ACT unit.

We are presently completing our first Glorieta well, State 5-34 Well 11-1, and we propose to set a heater-treater at the central battery and dump the oil into the LACT unit run tank through a positive displacement meter. All of the Glorieta oil will be metered and the Abo production will be determined by subtraction. A test separator will be installed when and if a second Glorieta well is completed. At the present only one well is expected to be completed in the Glorieta pay on the State 5-34 lease. The Glorieta and Abo production will have identical working and royalty interests. Production will be prorated to the individual Abo producing wells by periodic well tests utilizing a metering separator.

If you have no objections to this proposal, please execute the attached waiver at your earliest convenience and return three copies to this office. If you have any question, please contact us for any additional information.

Yours very truly. Mat

C. N. Segnar (A Chief Engineer

RHE: ja Attachment

cc: New Mexico Oil Conservation Commission, Santa Fe, New Mexico Commissioner of Public Lands, Santa Fe, New Mexico

TEXAS-NEW MEXICO PIPE LINE COMPANY

P. A. LYONS DIVISION MANAGER P. O. BOX 1510 MIDLAND, TEXAS 79701

June 25, 1965

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COMMINGLING OF ABO AND GLORIETTA PRODUCTION VACUUM FIELD, LEA COUNTY NEW MEXICO

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

Gentlemen:

Standard Oil Company of Texas advises us that they plan to commingle Glorietta production on the State 6-34 Lease with the Abo production on the State 6-34 and 4-27 leases in Section 34, T-175, R-35E, Lea County, New Mexico.

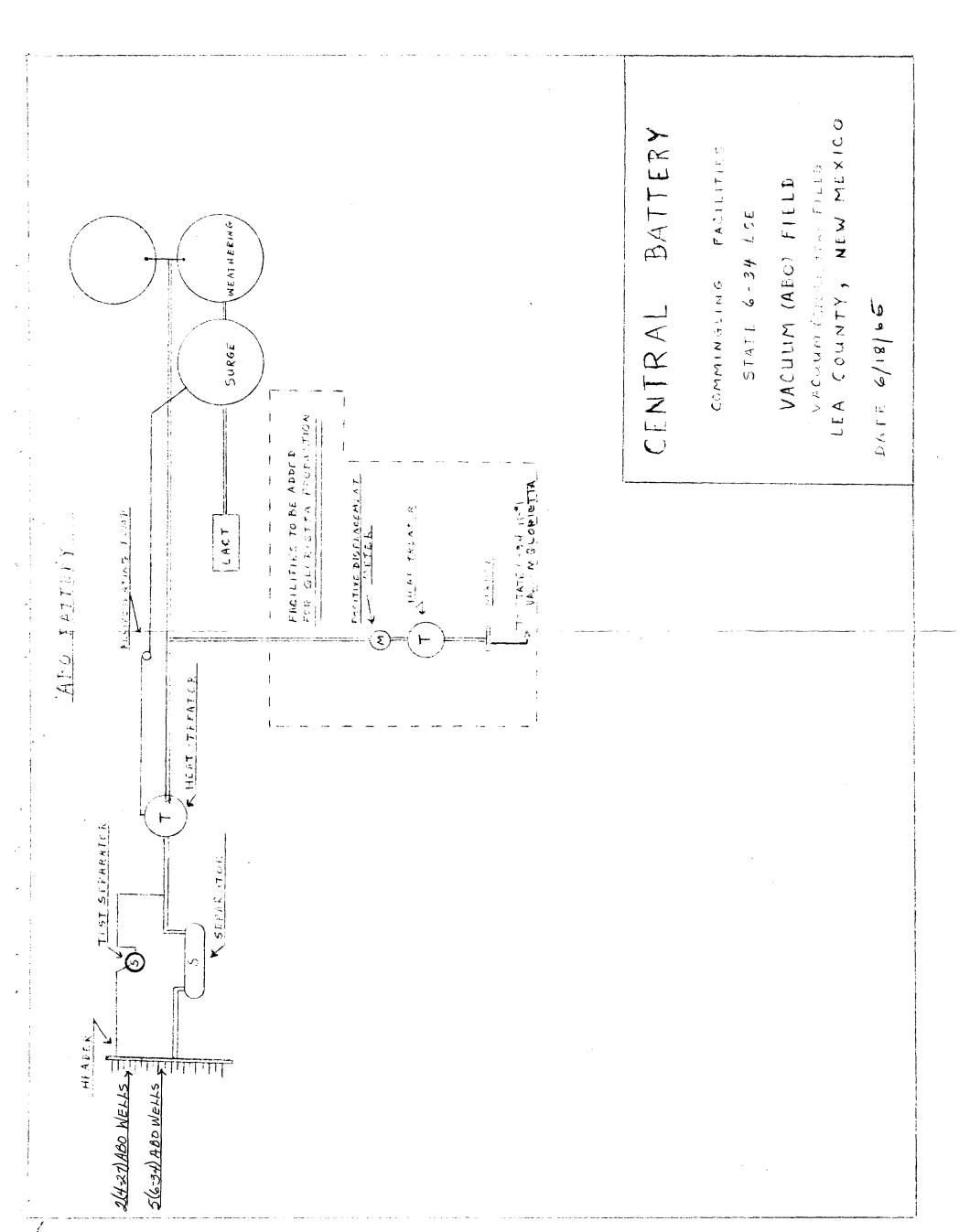
Texas-New Mexico Pipe Line Company will run the oil from these two leases and concurs with the operator's request to commingle same.

Yours very truly,

TEXAS-NEW MEXICO PIPE LINE COMPANY

By P. C. Fyones

LPS-HNP



LARGE FORMAT EXHIBIT HAS BEEN REMOVED AND IS LOCATED IN THE NEXT FILE