

HENRY ENGINEERING
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July 9, 1974

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

O. C. C.
ARTESIA, OFFICE

Attn: Mr. A. L. Porter, Jr.,
Secretary-Director

Re: DAVID FASKEN
El Paso Federal No. 1
Unit K, Section 3,
T-21-S, R-26-E,
Eddy County, New Mexico

Gentlemen:


On behalf of our client, David Fasken, we respectfully request exception to Rule 303-A to permit the commingling in common surface facilities the commonly owned condensate from the Strawn (9847-55 and 9910-22) and Morrow (10,708 to 10,726). It is proposed that condensate from the Morrow will be measured through a Floco meter and the Strawn condensate will be the daily commingled stock tank volume less the metered volume of Morrow condensate.

There will be no increase or decrease in revenue due to commingling these two condensate streams in common lease storage. Condensate from this lease is sold at a "flat" market price of \$11.10 per barrel and not subject to gravity penalty. However, the Strawn condensate has a gravity of 62.0 deg. A.P.I. at 60 deg. F., and the Morrow 59.0 deg. A.P.I. at 60 deg. F. The combined streams will market at approximately 60.5 deg. A.P.I. The Strawn will flow 1000 MCF/day of gas with 45 barrels of condensate per day and the Morrow will flow 4700 MCF/day with 23 barrels of condensate per day.

A copy of this application along with attachments is being forwarded to Mr. N. O. Frederick, Area Oil and Gas Supervisor, United States Geological Survey, Drawer 1857, Roswell, New Mexico. His letter of consent to the proposed commingling will be sent directly to you.

Yours very truly,

HENRY ENGINEERING


Robert H. Angevine

RHA:bi
Attch.