



PHILLIPS PETROLEUM COMPANY

P. O. Box 2105  
Hobbs, New Mexico

November 20, 1962

CTH-77

In re: Request for Administrative Approval for Exception to  
New Mexico Oil Conservation Rule 309(a)

New Mexico Oil Conservation Commission (2)  
State of New Mexico  
P. O. Box 871  
Santa Fe, New Mexico

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

Dear Sir:

Phillips Petroleum Company and Phillips Chemical Company request an exception to NMOCC Rule No. 309(a) and request administrative approval to commingle into a common tank battery the production from the leases and tracts described below.

Phillips Petroleum Company

Santa Fe Lease - T17S, R35E, Lea County, New Mexico

State Lease B-1861 - NE/4 of SW/4, Sec. 29  
State Lease B-2073 - N/2 of NE/4, Sec. 29  
State Lease B-2073 - SE/4 of NE/4, Sec. 29  
State Lease B-2073 - SW/4 of NE/4, Sec. 29  
State Lease B-2224 - SE/4 of SE/4, Sec. 21  
State Lease B-2264 - SW/4 of SE/4, Sec. 21  
State Lease B-2388 - SE/4 of SE/4, Sec. 20  
State Lease B-2498 - NE/4 of NW/4, Sec. 28  
State Lease B-2498 - NW/4 of NW/4, Sec. 28  
State Lease B-2498 - SW/4 of NW/4, Sec. 28

Phillips Chemical Company

Chem-Santa Fe Lease - T17S, R35E, Lea County, New Mexico  
State Lease B-2264 - NW/4 of SE/4, Sec. 21

An oil well is located on each of the above listed tracts. All wells produce from the Grayburg-San Andres formation in the Vacuum Pool.

Attached is a plat showing the above described tracts. There are presently 10 wells producing into the Santa Fe tank battery and only

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one well producing into the Chem-Santa Fe tank battery. If approval is granted, the Chem-Santa Fe battery will be eliminated and the one Chem-Santa Fe well will be produced into the Santa Fe battery. This proposal will reduce the operating expense and permit salvaging of the present Chem-Santa Fe battery. It is therefore in the interest of sound conservation practices.

Phillips Petroleum Company's Santa Fe Lease and Phillips Chemical Company's Chem-Santa Fe Lease both consist of several non-contiguous tracts. The above described tracts do not comprise the entirety of either of the leases; however these are the only portions of both leases that permission to commingle is being requested.

All tracts are dedicated to a common beneficiary, the Common Schools.

Phillips Petroleum Company is the operator of the Santa Fe and Chem-Santa Fe Leases. Phillips Chemical Company, owner of the Chem-Santa Fe Lease, is a wholly owned subsidiary of Phillips Petroleum Company; therefore, the ownership of both leases is considered to be common throughout. It is therefore proposed to commingle without first separately measuring the production from each lease.

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

1. Adequate facilities will be provided for individual well testing on a monthly basis.
2. Approval for the proposed commingling has been obtained from the Commissioner of Public Lands. A copy of Mr. Walker's letter is attached.
3. The commingled production will be purchased by Sinclair Crude Oil Company. They have also approved the proposed commingling.

Very truly yours,



W. C. Rodgers  
District Superintendent  
Production Department

RNH:wma  
Attach.  
cc: New Mexico Oil Conservation Commission  
Hobbs, New Mexico  
Attach.

State of New Mexico



Commissioner of Public Lands



E. S. JOHNNY WALKER  
COMMISSIONER

P. O. BOX 721  
SANTA FE, NEW MEXICO

November 16, 1964

Phillips Petroleum Company  
P. O. Box 1111  
Hobbs, New Mexico

Attn: W. H. Rodgers


Contingent

You are hereby given permission to commingle production  
from portions of your Santa Fe and Chem-Santa Fe lease  
in accordance with your request of November 1.

We note that the acreage involved, that is, Sections 20, 21, 28, and 29, Township 17S, Range 10E, all  
belongs to Common Schools and we have no ownership problem  
and according to your information, there will be no par-  
ticular change in gravities or values of the commingled  
production.

Very truly yours,

E. S. JOHNNY WALKER  
COMMISSIONER OF PUBLIC LANDS

By:   
TED BILPERNY, Supervisor  
Oil and Gas Department

LW/TB/10

cc: Oil Conservation Commission

Oil and Gas Accounting Commission

WESTLON	CARTWAY	SKELLY	SHELL	MOBIL	So. CAL	MOBIL
.01						
SHELL ST						
HARPER						
CIT. SER. ST.	PHILLIPS	2				
JOSALINE	PHILLIPS	55			21	PHILLIPS
					5	SHELL
.02	CHEM-S.F.			.3	CHEM-S.F.	
	PHILLIPS	PHILLIPS	B2388		PHILLIPS	PHILLIPS
	.53	.1	.14	.2	B2264	B2284
STATE F	SANTA FE	CHEM-S.F.	SANTA FE	STATE L	SANTA FE	SANTA FE
PHILLIPS	PHILLIPS	PHILLIPS	PHILLIPS	PHILLIPS	SHELL	ZAPATA
3	.54	B-2073	.49	.13	.1	.1
CHEM-S.F.	SANTA FE	SANTA FE	2	B2498		PHIL. ST.
SHELL	HARPER	PHILLIPS	PHILLIPS	ZAPATA		
2		B2073	B2073	.51	2	.03
STATE I	TEXAS ST.	SANTA FE	50	SANTA FE	PHIL. ST.	STATE N
SHELL	PHILLIPS	D.F.E.		HUMBLE	.28	
1	B-1861	.2	4	.14	.13	.11
STATE H	SANTA FE					.3
SHELL						
1	.2	.1	3	.8	.9	.10
STATE F		STATE M		STATE K		

T  
17  
S

R-35-E

PHILLIPS PETROLEUM COMPANY  
REQUEST TO COMMINGLE PRODUCTION  
SANTA FE & CHEM-SANTA FE LEASES  
VACUUM SAN ANDRES POOL - LEA COUNTY, N.M.