

CONTINENTAL OIL COMPANY

P. O. BOX 460

HOBBS, NEW MEXICO

July 2, 1965

1001 NORTH TURNER TELEPHONE: EX 3-4141

171-147

PRODUCTION DEPARTMENT
HOBBS DISTRICT
L. P. THOMPSON
DISTRICT MANAGER
G. C. JAMIESON
ASSISTANT DISTRICT MANAGER

Now Mexico Oil Conservation Commission P. O. Box 2033 Santa Fe. New Mexico

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

Gentlemen:

We forward herewith application, in triplicate, for permission to commingle oil production from our Russell Federal 30 and Russell Federal 31 Leases located in Lea County, New Mexico. Attached to each application are copies of letters from the U.S. Geological Survey and the Permian Corporation consenting to this commingling.

Your review and approval of this application will be sincerely appreciated.

Yours very truly,

GCJ-NKL Enc.

cc: NMOCC - Hobbs RCP GN JNK



CONTINENTAL OIL COMPANY

P. O. BOX 460 HOBBS. NEW MEXICO

PRODUCTION DEPARTMENT HOBBS DISTRICT L. P. THOMPSON DISTRICT MANAGER G. C. JAMIESON ASSISTANT DISTRICT MANAGER

June 15, 1965

1001 NORTH TURNER TELEPHONE: EX 3-4141

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New Mexico Oil Conservation Commission (3)
P. O. Box 2088
Santa Fe, New Mexico

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

Gentlemen:

Continental Oil Company Request for Administrative Approval under Rule 309-B for Commingling of Production from the Russell Federal 30 and Russell Federal 31 Leases, located in Sections 30 and 31, Township 26 South, Range 32 East, Lea County, New Mexico

Continental Oil Company respectfully requests administrative approval, as provided under Rule 309-B, for commingling of production into a common tank battery from the Russell Federal 30 and 31 Leases, operated by Continental Oil Company, in Sections 30 and 31, Township 26 South, Range 32 East, Lea County, New Mexico. Each of these two leases contains one oil well which produces from the Battleaxe Delaware Pool.

In support of this application, the following data are submitted:

- 1. All wells on both leases produce from the same source of supply, the Battleaxe Delaware Pool. All wells produce at rates below top allowable.
- 2. Both leases have the same common ownership, royalty interest (Federal acreage), and overriding royalty interest.
- 3. Adequate facilities will be provided for accurately determining production from each well at reasonable intervals.
- 4. Adequate storage facilities consisting of 2 210 barrel stock tanks are provided in lieu of automatic shut-down facilities.

New Mexico Oil Conservation Commission Page 2

Attached are a lease plat indicating locations of producing wells and battery location, and a schematic diagram of the proposed commingling installation.

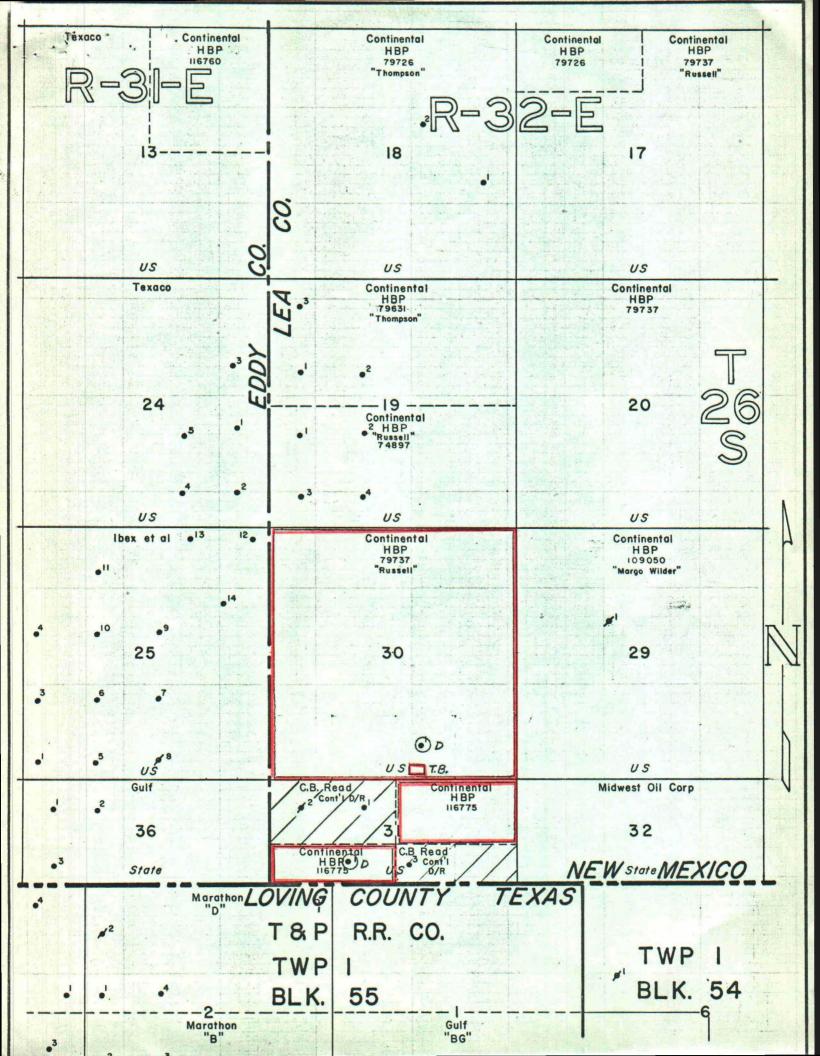
Your approval of this application is respectfully requested.

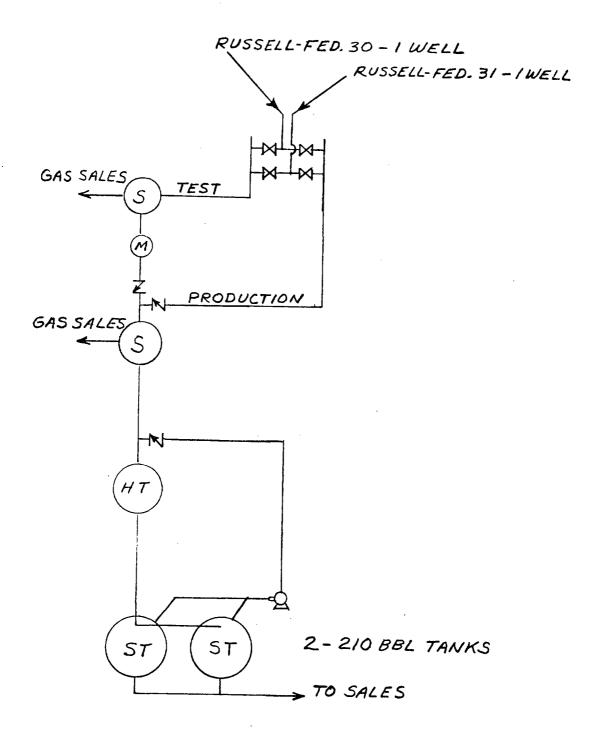
Yours very truly,

GCJ-MLH

Encs.

Copies to: USGS(2) NMOCC-Hobbs RGP





PROPOSED COMMINGLING

RUSSELL FEDERAL 30 4 31 LEASES

ALLOWABLE - FED. 30 - 780PD

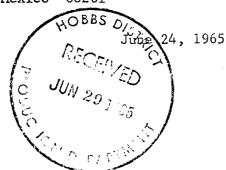
- FED. 31 - 33 BOPD



UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY

Drawer 1857

Roswell, New Mexico 88201



Continental Oil Company P. O. Box 460 Hobbs, New Mexico

Attention: Mr. G. C. Jamison

Gentlemen:

Your letter of June 17 requests approval to commingle oil production from your well No. 1 Russell in the SW\(\frac{1}{2}\)SE\(\frac{1}{2}\) sec. 30, T. 26 S., R. 32 E., with that from well No. 1 Russell 31 in the SE\(\frac{1}{2}\)NW\(\frac{1}{2}\) sec. 31, T. 26 S., R. 32 E., Lea County, New Mexico, on leases Las Cruces 068281-B and 068281, respectively. Both wells produce from the Battleaxe Delaware pool at rates below top allowable.

The method of commingling described by the diagram attached to your letter is hereby approved.

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

Sincerely yours,

BILLY J SHOGER

Acting Oil & Gas Supervisor



Jol

THE PERMIAN CORPORATION

1509 W. WALL

P. O. BOX 3119

MIDLAND, TEXAS, 79704

MU 3-4711

June 25, 1965

Continental Oil Company P. O. Box 460 Hobbs, New Mexico

Attention: Mr. G. C. Jamieson

Gentlemen:

The Permian Corporation has reviewed your proposed application to comingle production from the Russell Federal 30 and 31 Leases located in Lea County, New Mexico.

The flow chart for handling production from these separate wells with the supporting data included in your application, is acceptable to The Permian Corporation.

Yours truly,

THE PERMIAN CORPORATION

and the same

Chas. N. Adams

cc: Mrs. Jo Collier Mr. F. R. Fulsom

CNA:jg