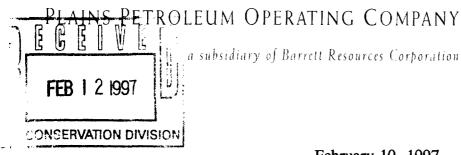
PC 944 N/R





February 10, 1997

William J. LeMay Oil Conservation Division 2040 S. Pacheco St. Santa Fe, NM 87505-5472

Re:

Baylus Cade Federal Lease NMLC034711 SW4 S2 Sec.35, T23S, R37E Lea County, NM

Dear Sir:

Plains Petroleum Operating Company respectfully requests authority to commingle production in a common tank battery for the pools Teague Blinebry and Teague Simpson. Production will be determined from each pool by well tests. An application has been filed with the Hobbs OCD requesting authority to utilize Automatic Custody Transfer. Sales will be via Texas New Mexico pipeline and they have approved our request for Lact system installation.

Your prompt consideration to this request will be appreciated. Should you have any questions, please contact the undersigned or Stephen D. Owen at 915/683-4434.

Respectfully submitted,

PLAINS PETROLEUM OPERATING CO.

Bonnie Husband

Administrative Assistant

Bonnie Busband

Submit 3 Copies to Appropriate District Office

State of New Mexico

Form C-103

Energy, Minerals and Natural Resources Department Revised 1-1-89 OIL CONSERVATION DIVISION DISTRICT WELL API NO. P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 Santa Fe. New Mexico 87504-2088 DISTRICT II P.O. Drawer DD, Artesia, NM 88210 5. Indicate Type of Lease STATE FEE 📖 DISTRICT.III 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil & Gas Lease No. Fed NMLC 0034711 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Baylus Cade Federal 1. Type of Well: WELL WELL Name of Operator & Well No. PLAINS PETROLEUM OPERATING COMPANY Address of Operator 9. Pool name or Wildcat 415 W. Wall, Suite 1000 Midland, TX 79701 4. Well Location ___ Feet From The Line and Feet From The Line 37E LEA Section Township Range **NMPM** 10. Elevation (Show whether DF, RKB, RT, GR, etc.) Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON ALTERING CASING REMEDIAL WORK TEMPORARILY ABANDON CHANGE PLANS PLUG AND ABANDONMENT COMMENCE DRILLING OPNS. PULL OR ALTER CASING CASING TEST AND CEMENT JOB OTHER: OTHER: 12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. PLAINS PETROLEUM OPERATING COMPANY respectfully requests approval authorizing commingling between the pools Teague Blinebry and Teague Simpson (common tank battery and sales via ACT system) Bonnie Husband Admin Assist

CONDITIONS OF AITROVAL IF ANY:

TYTE OR PRINT NAME

APTROVED BY-

(This space for State Use)



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STRÍCT'I O.Box 1980, Hobbs, NM 38241-1980

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-106 Revised 4-1-91

O. Drawer DD, Artesia, NM 88211-0719

OIL CONSERVATION DIVISION

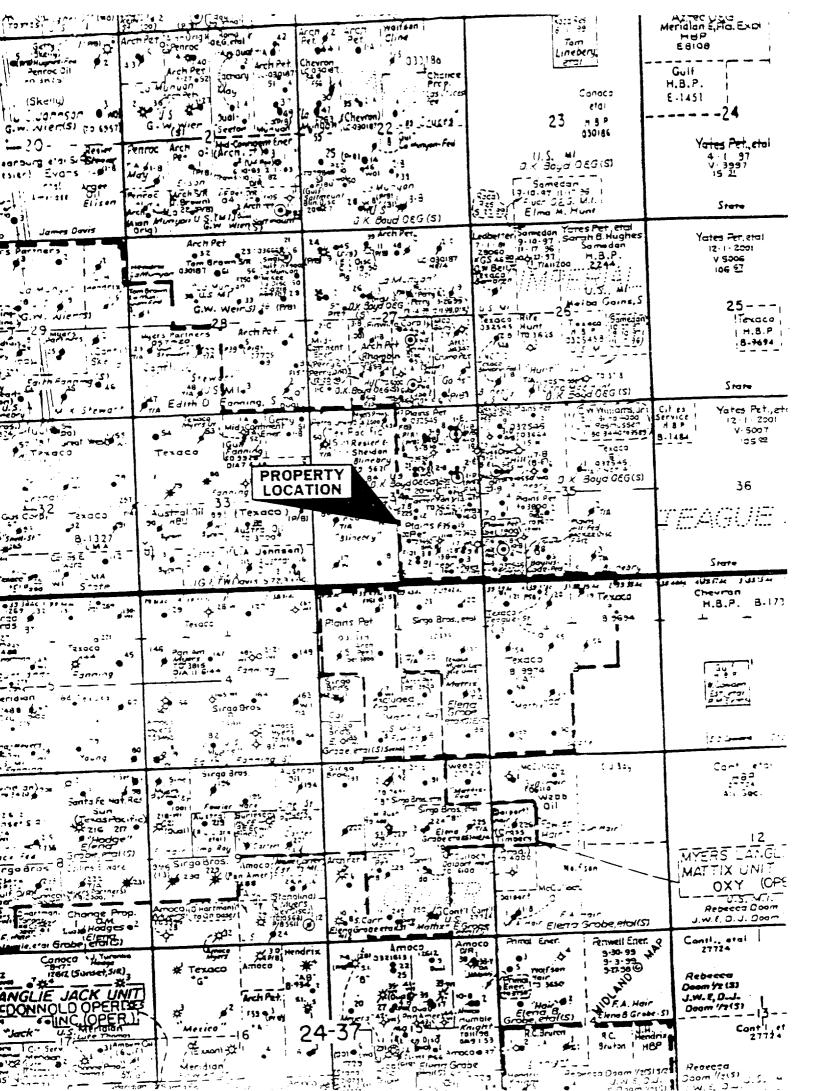
2040 Pacheco St.

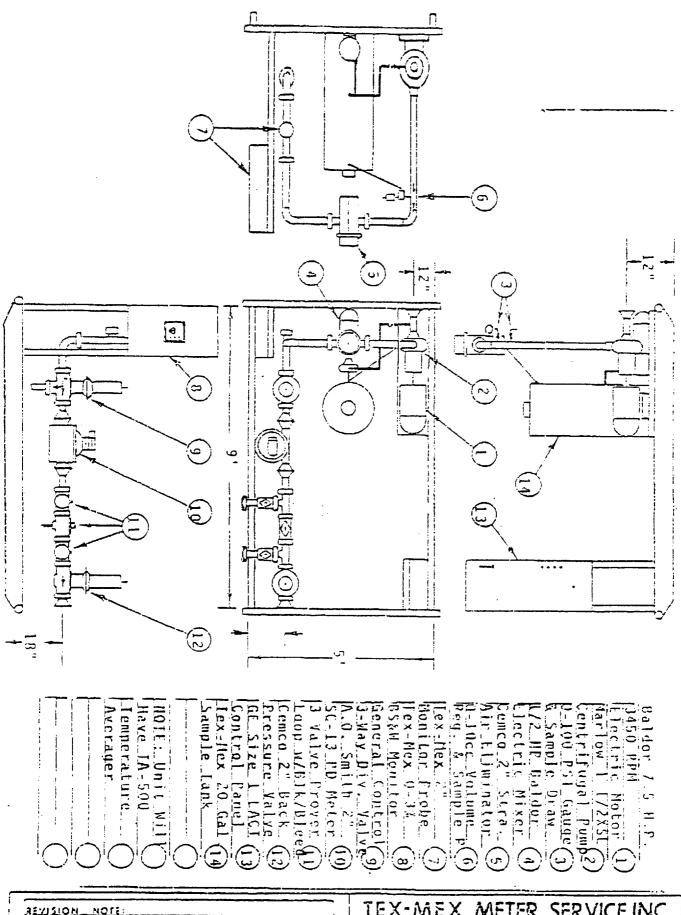
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Rio Brazos Rd, Azzec, NM 87410	Santa Fe,	NM 87505	ACT Permit No	
NOTICE OF INT	TENTION TO UTILIZE AUTOM	ATIC CUSTODY TRAI		
- PLAINS PETROLEUM	OPERATING COMPANY	OGRID #01	7805	
orPLAINS FEIROLEUM				
415 W. Wall. Suit	e 1000, Midland, TX 797	01 County_	L.E.A	
		County _		
s) to be served by this ACT Uni	it <u>Bavlus Cade</u> Federal	- Property #00927	76 Federal Leas	e #NMLC0034711
to be served by this ACT Unit	Teague Simpson (5890	00) & Teague Bline	ebry (58300)	
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3 0 0		, , -		
		Date		
 authorizing commingling betw 	veen pools if more than one pool is to b	be served by this sysytem		
Sundry Notice Att	ached requesting approv	val Date		
				
ized transporter of oil from this:	system Texas New Mexico	Pipe Line Co.		
D 0 1	Box 60028, San Angelo, 1	тх 76906		
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RUCTIONS: Submit 4 copies of Form C-106 with following attachments to appropriate district office. See Rule 309-A.

ise plat showing all wells which will be produced in ACT system.

ternatic diagram of battery and ACT equipment showing all major components and means employed to prove accuracy of measuring device. ter from transporter agreeing to utilization of ACT system as shown on schematic diagram.





REVISION NOTE:	
REVIS ON DATE:	8*:
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TEX-MEX METER SERVICE INC

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1-27-97 av. ΤK Plains Ca. Petroleum

February 10, 1997

Mr. Jerry Sexton
New Mexico Oil Conservation Division
PO Box 1980
Hobbs NM 88241

Re:

Plains Petroleum - Baylus Cade Fed #4

Sec 35, T-23-S, R-37-E Lea County, New Mexico

Dear Mr. Sexton:

Plains Petroleum has advised us they plan to apply for permission to install and operate a LACT unit on the following lease.

Baylus Cade Fed #4 Sec 35, T-23-S, R-37-E Lea County, New Mexico

Texas-New Mexico Pipe Line Company will gather the production from this facility and supports the operator's application for a LACT unit. Please direct any correspondence regarding this unit to our San Angelo office.

Texas-New Mexico Pipe Line Company PO Box 60028 San Angelo, TX 76906

Sincerely.

J. T. Janica

ITI:jj

xc: File

Reading

JDH (sa)

JWC

Lact approval letter - Lea

PLAINS PETROLEUM OPERATING COMPANY

a subsidiary of Barrett Resources Corporation



February 20, 1997

Mr. Ben Stone
Oil Conservation Division
2040 S. Pacheco St.
Santa Fe. NM 87505-5472

Via Facsimile 505/827-8177

PC.944

Re:

Baylus Cade Federal Lease NMLC034711 SW4 S2 Sec.35, T23S, R37E E. C. Hill "B" - "D" Federal Lease NMLC064118 Lea County, NM

Dear Sir:

Pursuant to our telephone conversation this date, and with reference to our letter of February 10, 1997 requesting commingling authority Order No. PC-823 be amended to include the Teague Simpson Pool, please be advised leasehold ownership is common on the E. C. Hill "B" - "D" Federal lease, Teague Simpson, Teague Blinebry, Teague Paddock, Teague Abo, and Teague Devonian Pools.

Reference is made to our application requesting commingling authority on the Baylus Cade Federal Lease, leasehold ownership is common in the pools Teague Blinebry and Teague Simpson.

Should you require anything further, please give me a call.

Respectfully submitted,

PLAINS PETROLEUM OPERATING CO.

Bonnie Husband

Administrative Assistant

Bonnie Gustand