

TIDEWATER OIL COMPANY

Box 547
Hobbs, New Mexico
March 28, 1960

New Mexico Oil Conservation Commission
P.O. Box 871
Santa Fe, New Mexico

Gentlemen:

Tidewater Oil Company respectfully submits this application for administrative approval to commingle oil production from the Justis Drinkard Pool on its A. B. Coates "C" & "D" Leases in accordance with Rule 303 of the New Mexico Oil Conservation Commission Rules and Regulations as revised by NMOCC Order No. R-1597.

In support of this application, Tidewater Oil Company wishes to state the following:

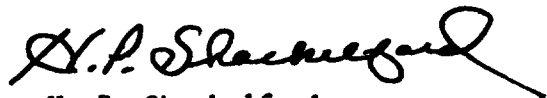
1. Tidewater Oil Company's A. B. Coates "C" & "D" Leases are located in Sec. 24, T25S, R37E, Justis-Multipay Pools, Lea County, New Mexico.
2. Tidewater is authorized to, and is presently commingling oil production from the Justis Ulinebry, Ellenburger, Fusselman, McKee and Montoya Pools in accordance with NMOCC Order No. R-1330.
3. Tidewater is the only working interest owner of these leases.
4. Attached is a table listing the present gravities, values thereof, composite gravity, value thereof, daily volume and daily revenue together with the proposed composite gravity, value thereof, daily volume and expected daily revenue.
5. Attached is a diagrammatic sketch of the proposed installation.
6. Attached is a plat showing the location of all wells on the above leases and the pool from which each well is producing.
7. The expected commercial value of the commingled production will be more than the present production by approximately \$21 per day.

8. Tidewater has furnished the U.S.G.S., as interest owner, a copy of this application by registered mail, and Tidewater has secured U.S.G.S. approval as per attached letter.
9. Attached is a letter of approval from Texas-New Mexico Pipeline Company to commingle Justis Drinkard production.

If any additional information is desired, please advise.

Respectfully submitted,

TIDEWATER OIL COMPANY



H. P. Shackelford,
Area Superintendent


EWC:bh

STATE OF NEW MEXICO

COUNTY OF LEA

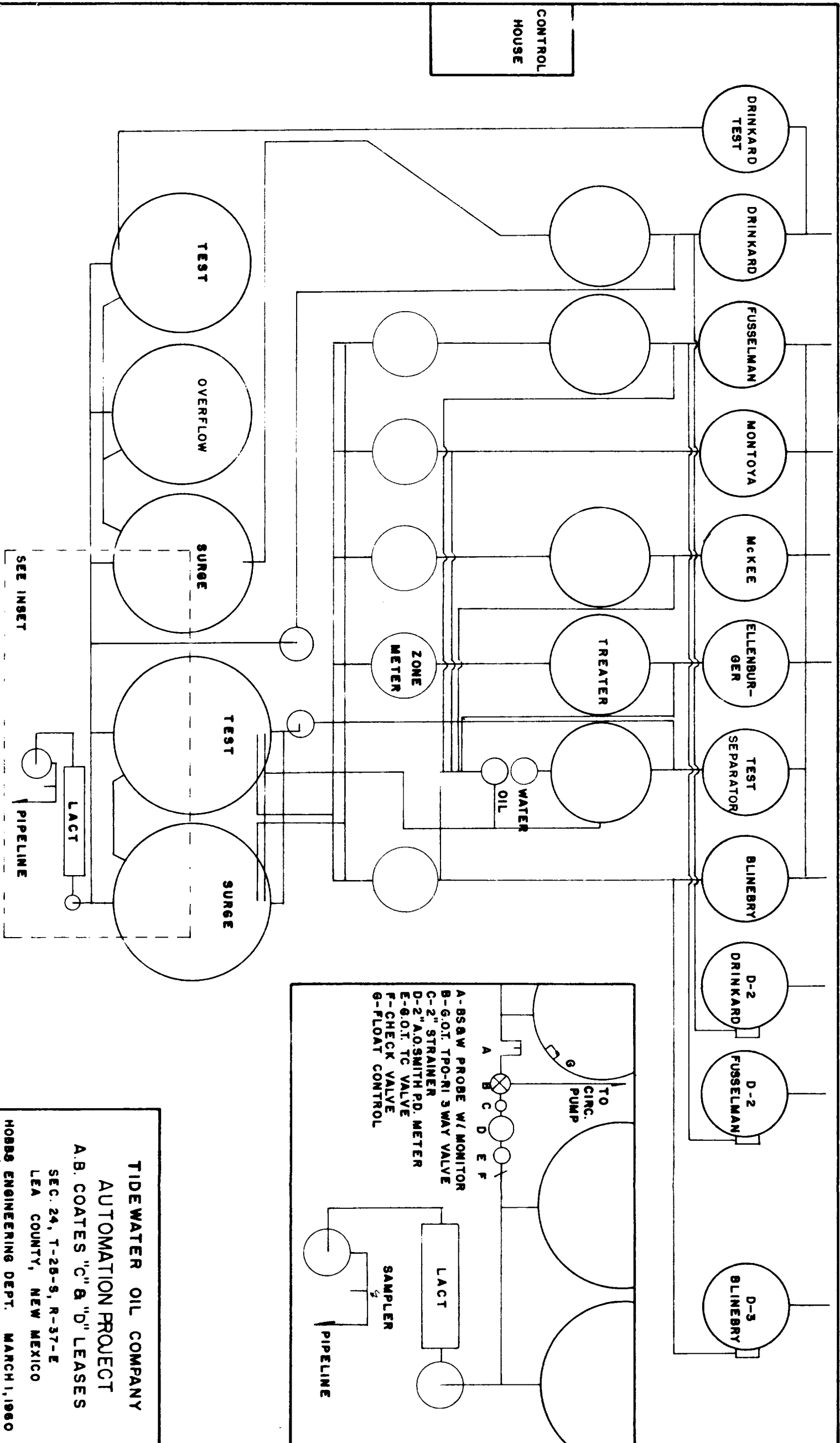
On this 28th day of March, 1960, before me personally appeared H. P. Shackelford, to me known to be the person who executed the foregoing letter and states that the foregoing statements are true to the best of his knowledge and belief.

In Witness whereof, I have set my hand and seal on the day and year first above written.


Notary Public in and for Lea
County, New Mexico

My Commission Expires December 2, 1963.

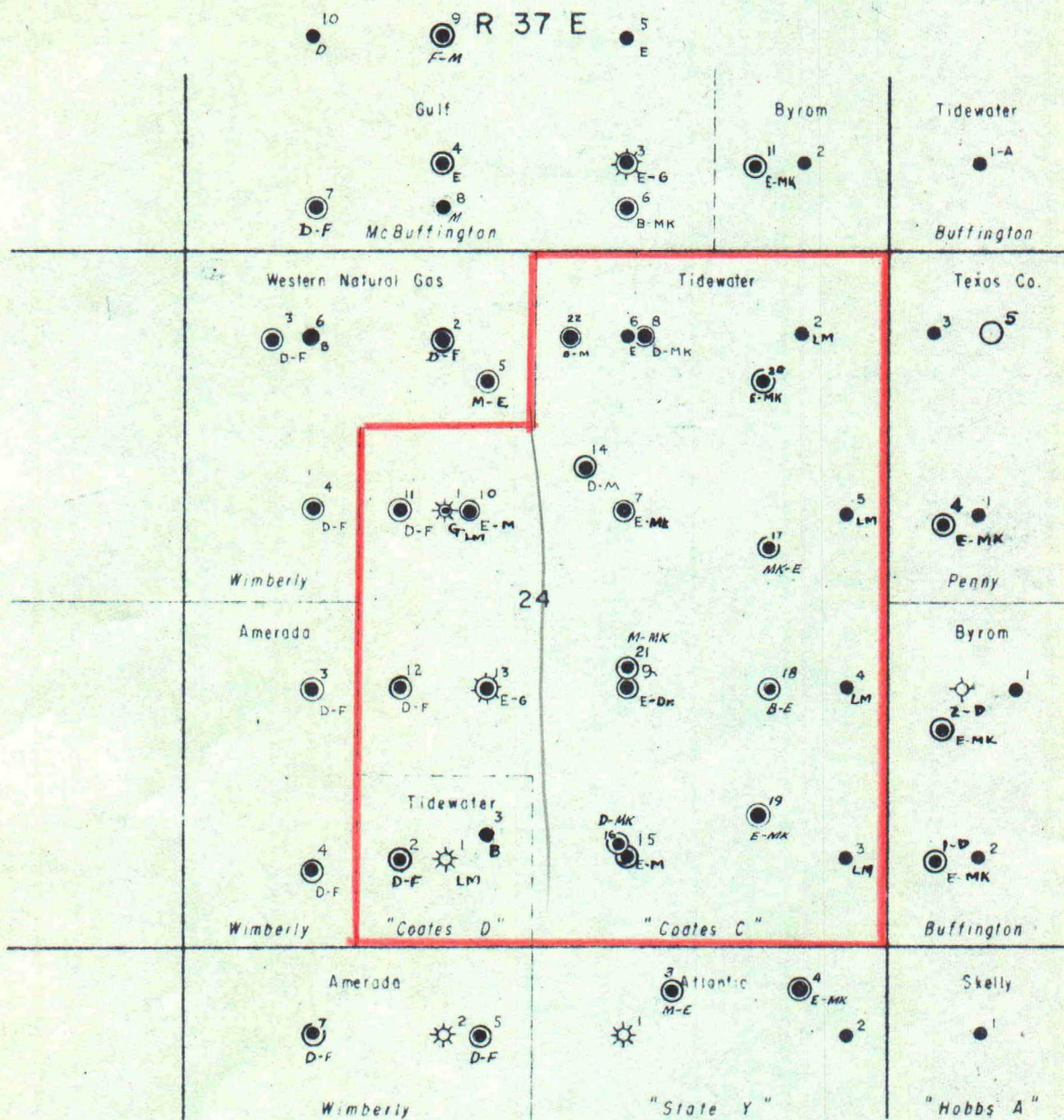
Bliebry	3	37	2.86	135	40.9	2.95	0.09	12.15
Drinkard	7	38	2.89	350	40.9	2.95	0.06	21.00
Fusselman	3	38	2.89	275	40.9	2.95	0.06	16.50
Montoya	5	39	2.92	420	40.9	2.95	0.03	12.60
McKee	7	42	2.95	500	40.9	2.95	-	-
Ellenburger	10	43	2.95	1100	40.9	2.95	-	-
							TOTAL	\$62.25



TIDEWATER OIL COMPANY
 AUTOMATION PROJECT
 A.B. COATES "C" & "D" LEASES
 SEC. 24, T-28-S, R-37-E
 LEA COUNTY, NEW MEXICO

HOBBS ENGINEERING DEPT. MARCH 1, 1960

SCALE
4" = 1 Mile



B-Blaineby
D-Drinkard
E-Ellenburger
F-Fusselman
G-Glorieta
LM-Langlie Mattix
M-Montoya
Mc-McKee

LEA COUNTY
NEW MEXICO



IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

P. O. Box 6721
Roswell, New Mexico

March 23, 1960

Tidewater Oil Company
P. O. Box 547
Hobbs, New Mexico

Gentlemen:

Your letter of February 26, 1960, requests permission to commingle oil produced from the Justis Drinkard pool with presently commingled oil production from the Justis Blinebry, Ellenburger, Fusselman, McKee, and Montoya pools on Federal leases Las Cruces 032650(a) and 032650(b) in sec. 24, T. 25 S., R. 37 E., N.M.P.M. You propose to meter the Justis Drinkard production prior to commingling with other production.

Permission to commingle oil from these leases in sec. 24 was granted by this office September 12, 1958, and no objection is offered to the additional facilities as proposed.

Very truly yours,

JOHN A. ANDERSON
Regional Oil and Gas Supervisor

TEXAS-NEW MEXICO PIPE LINE COMPANY

F. B. WHITAKER, JR.
DIVISION MANAGER

June 29, 1959

P. O. BOX 1810
MIDLAND, TEXAS

Tidewater Oil Company
Box 457
Hobbs, New Mexico

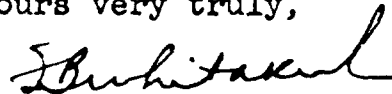
Attention: Mr. H. P. Shackelford
Area Superintendent

Gentlemen:

We are currently running the production from your A. B. Coates "C" and "D" leases, located in E/2; SE/4 of NW/4; NE/4 of SW/4 and the SE/4 of the SW/4 of Section 24-T25S - R37E, Justis-Drinkard Pool, Lea County, New Mexico. The commingling of production from these leases into common tankage was authorized by the New Mexico Oil Conservation Commission by letter dated September 25, 1958.

Recently, we have tested the Justis-Drinkard production from your Coates "C" and "D" leases and it meets our requirements for classification as intermediate grade crude. Therefore, it is agreeable to our Company for this Justis-Drinkard production to be commingled with the presently commingled intermediate grade crude produced by Tidewater Oil Company from other pools on this same acreage, providing the New Mexico Oil Conservation Commission issues such an authorization.

Yours very truly,



WES-rg