HUMBLE OIL & REFINING GOMPANY

P. 0. Box 2100 Hobbs, New Mexico 88240 February 24, 1969

> 22-2: Request to commingle oil production from the Drinkard, Blinebry Oil, Wantz Abo, and Wantz Granite Wash Oil Pools with Blinebry Gas and Tubb Gas Pool condensate. Lease, located in Section 2, Township 22-S, Range 37-E, Lea County, New Mexico

 $\overline{\mathfrak{S}}$

63 Feb

Mr. A. L. Porter, Jr., Secretary-Director New Mexico Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico

Dear Mr. Porter:

Humble Oil & Refining Company requests permission to commingle oil production from the Drinkard, Blinebry Oil, Wantz Abo, and Wantz Granite Wash Oil Pools with the condensate from the Blinebry Gas and Tubb Gas Pools on its New Mexico "S" State Lease, comprising all of Section 2, Township 22-S, Range 37-E, Lea County, New Mexico. Drinkard, Blinebry Oil, Wantz Abo and Wantz Granite Wash production is now commingled under 0.C.C. Order No. PC-137 of January 17, 1964.

The commingled oil production has an average 39.4° API gravity. The condensate production has an average 57.6° API gravity. Both petroleum streams are classified as intermediate sweet. There will be no monetary gain or loss due to gravity increase as Texaco will pay Humble for said commingled condensate and crude purchased on a current basis and adjust said payments in accordance with barrels and gravities shown on Humble's statement for condensate and crude oil delivered and sold during the preceding calendar month.

Listed below are the allowables and latest production tests on wells to be commingled:

	Well			0 i 1			Gas
Lease	No. Pool	<u>Allowable</u>	<u>Choke</u>	<u>BPD</u>	BS&W%	GOR	MCF
N. M. "S" State	12 Drinkard	**6	18/64	6	25	5,500	_
N. M. "S" State	12 - Blinebry Gas	-	1/2	0	0	-	912
N. M. "S" State	13 Drinkard	**3	1/4	7	6/10	16,143	-
N. M. "S" State	13 ~Tubb Gas	-	1-1/2	0	0	-	1010
N. M. "S" State	14 Drinkard	**2	24/64	2	0	73,500	_
N. M. "S" State	14 - Blinebry Gas	-	1-1/2	6	01	.40.500	-

	Well			0 i 1			Gas
Lease	No. Pool	Allowable	Choke	BPD	BS&W%	GOR	MCF
N. M. "S" State	20 Drinkard -	**5	$\frac{1}{2}$	5	0	14,200	-
N. M. "S" State	20 Tubb Gas	-	1-1/4	6	0	153,333	-
N. M. "S" State	21 NTubb Gas	-	1-1/4	3	0	297,333	-
N. M. "S" State	21 Blinebry Gas	-	1-1/2	3	0	836,666	-
N. M. "S" State	22 Drinkard	**10	3/8	28	0	2,250	-
N. M. "S" State	22 Blinebry Oil	*36	19/64	70	0	13,171	-
N. M. "S" State	23 Blinebry Gas	-	1 - 1/2	27	0	92,518	-
N. M. "S" State	23 🕆 Tubb Gas	-	1"	14	0	62,357	-
N. M. "S" State	24 Wantz Abo	**4	1/2	9	0	3,667	-
N. M. "S" State	24 Wantz Granite	**10	Pump	13	8/10	2,615	-
	Wash		1		,	•	
N. M. "S" State	25 🛛 Wantz Abo 🦟	**6	3/4	8	8	43,125	
N. M. "S" State	25 Wantz Granite	**8	3/8	6	0	11,333	-
	Wash						

*Penalized allowable due to high Gas-Oil Ratio. **Non-effective high Gas-Oil Ratio. Commingling without separately measuring the production from each pool is requested, since all of the above wells are physically incapable of producing top unit allowable except New Mexico "S" State No. 22 (Blinebry Oil). New Mexico "S" State No. 22 (Blinebry Oil) is presently metered and would continue to be.

The purchaser, Texaco, Inc., through Texas-New Mexico Pipeline Company approves commingling as per attached letter. All production from Humble's New Mexico "S" State Lease has common royalty interests.

A diagrammatic sketch of the proposed installation and lease plat are attached along with a copy of our letter to the State of New Mexico Commissioner of Public Lands.

Very truly yours,

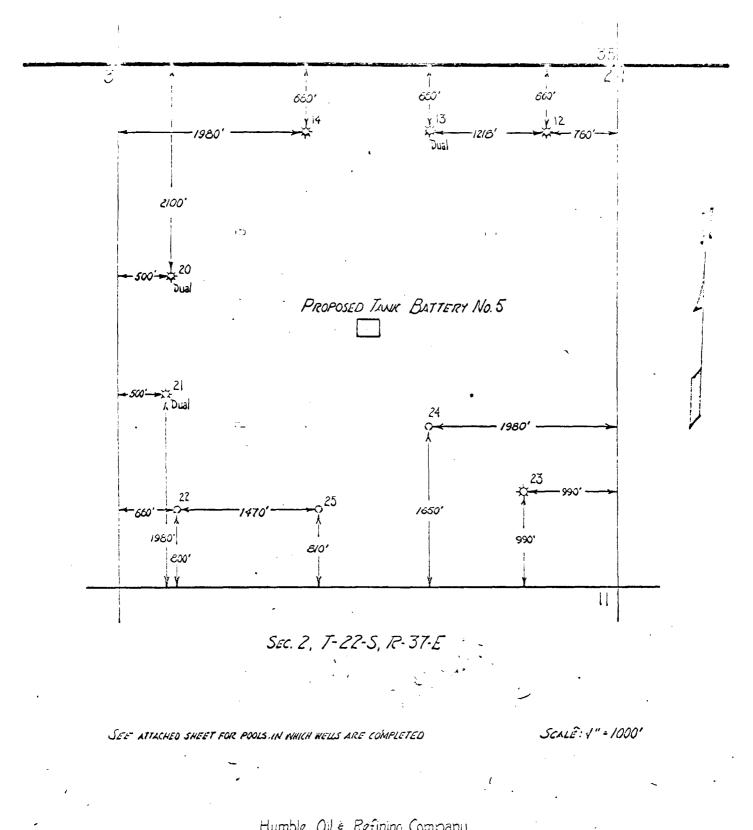
HUMBLE OIL & REFINING COMPANY

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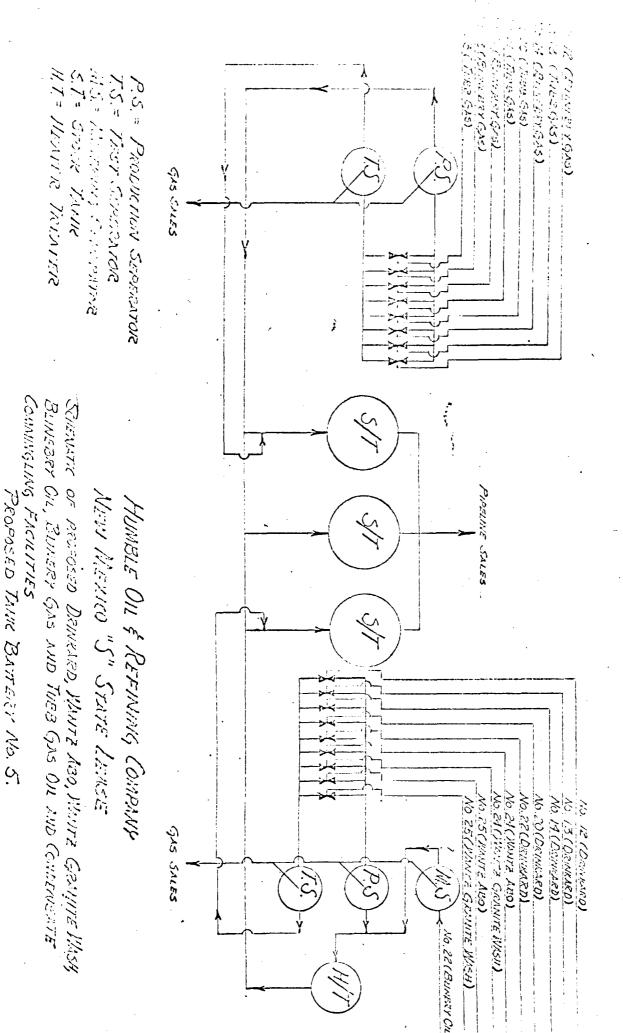
M. C. Turner District Superintendent

SSII/afc

Attachments



Humble Oil & Refining Company New Mexico "S" State Lease



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	GEU	TLA
TEXA	RKS	Q.LD
P. O.	BOX 3109 TEXAS 79701	CDE



PETROLEUM PRODUCTS

CRUDE OIL PURCHASES & SALES DIVISION (DOMESTIC)

W. L. EWELL MANAGER T. J. SAVAGE REPRESENTATIVE

February 14, 1969

Humble Oil & Refining Company New Mexico "S" State Lease Lea County, New Mexico COP&S Nos. 55-619, 985

Humble Oil & Refining Company P. 0. Box 1600 Midland, Texas 79701

Attention: Mr. E. C. Barfield

Gentlemen:

Your request for permission to commingle production from the Drinkard, Blinebry Oil, Wantz (Abo) and Wantz (Granite Wash) oil pools with condensate from the Blinebry and Tubb gas pools has been conditionally approved. This commingling is acceptable to Texaco Inc. provided Humble submits to Texaco a monthly statement detailing production from each field by barrels and gravities prior to commingling, subject to the following terms and conditions:

(1) Humble will furnish Texaco a statement each month reflecting the total barrels and gravities, corrected to 60° temperature, of condensate and crude oil produced, applicable to each of the commingled fields prior to commingling.

(2) Texaco will pay Humble for said commingled condensate and crude oil purchased on a current basis and adjust said payments in accordance with barrels and gravities shown on Humble's statement for condensate and crude oil delivered and sold during the preceding calendar month. Statements furnished should be mailed to:

> Texaco Inc. Crude Oil Purchases & Sales Division **P. O.** Box 52332 Houston, Texas 77052

(3) Humble's statement should be mailed in order to reach our Houston office by the 20th calendar day of the month following actual production.

If you have any questions concerning this matter, please call or write us.

Very truly yours,

I. J. Savage

TJS:FMK

March 5, 1969

Humble Oil & Refining Company P. O. Box 2100 Hobbs, New Mexico 88240

> Re: Request to commingle oil production from the Drinkard, Blinebry Gil, Wantz Abo, and Wantz Granite Wash Oil Pools with Blinebry Gas Tubb Gas Pool condensate. Lease, located in Section 2, Tourship 22-S, Range 37-E, Lea County, New Mexico

Attn: Mr. M. C. Turner

Centlemen:

This is an amendment or correction to our letter dated + arch 3, 1969, relative to the above request. This correction is made in response to our telephone conversation with Mr. Lee Perry, today.

Approval is granted as you requested; "To commingle oil production from the Drinkard, Blinebry Oil, Wantz Abo, and Wantz Granite Wash Oil Pools with the condensate from the Blinebry Gas and Tubb Gas Pools on its New Mexico "S" State Lease, comprising all of Section 2, Township 22-S, Range 37-E, Lea County, New Mexico."

Of course, this approval is given with the understanding that the Commissioner may withdraw his consent to the operation, if evidence appears that it is not profitable to the State of New Mexico. Also, it is our understanding that this commingling is subject for approval by the Oil Conservation Commission.

There will be a \$10.00 filing fee due; and I understand that it has already been mailed to this office.

ALEX J. ARMIJO Commissioner of Public Lands

By: EF MILDERRY, Director Cil and Cas Department

Yours very truly,

AJA: TB: cw

cc: Oil Conservation Commission Oil and Cas Accounting Tormission