

# Gulf Oil Company - U.S.

PRODUCTION DEPARTMENT  
HOBBS AREA

C. D. Borland  
AREA PRODUCTION MANAGER

P. O. Box 670  
Hobbs, New Mexico 88240

October 3, 1974

Mr. A. L. Porter, Jr.  
New Mexico Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Dear Sir:

Gulf Oil Corporation requests your administrative approval for an exception to Rule 303-A to permit surface commingling of the Blinebry Oil, Tubb Oil, Drinkard, Brunson Ellenburger and Hare Simpson production on our Harry Leonard (NCT-F) Lease, comprising the E/2, Section 2, 21-S, 37-E, Lea County, New Mexico.

At the present time there are ten wells producing from the Blinebry Oil zone, two from the Brunson Ellenburger, one Drinkard, one Hare Simpson and one Tubb Oil well and all wells are marginal. Production will be allocated based on periodic well tests.

This is State land and the State Land Commissioner has been furnished a copy of this application and asked for a letter of approval for this proposal.

The attached tabulations show the average daily production for a sixty day period, except well No. 7, which has been recompleted in the Tubb Oil and was potentialled on October 2, 1974, pumping 60 barrels of 37.3 gravity oil per day. You will notice from the tabulations the actual commercial value of the commingled production will be slightly lower (\$0.26/day); however, we believe this will be insignificant compared to separate production facilities.

Attached is a plat of the lease as well as a schematic diagram of the proposed installation.

Your early consideration in this matter will be appreciated.

Yours truly,



C. D. Borland

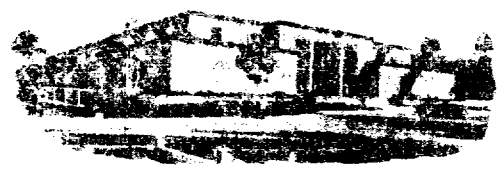
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Att'd





TELEPHONE  
202-837-2748

State of New Mexico



Commissioner of Public Lands  
October 21, 1974

P. O. Box 1148  
Santa Fe, New Mexico

ALEX J. ARMSTRONG  
COMMISSIONER

Gold Oil Company  
P. O. Box 270  
Hobbs, New Mexico 88240

Re: Commencing of Production  
Harry Leonard (NCT-F) Lease  
Las County, New Mexico

ATTENTION: Mr. C. D. Borland

Enclosure

Reference is made to your application to commence the Henry  
Oil, Tubb Oil, Dickard, Brunson, Mienburger and Hare Simpson production  
from the Harry Leonard (NCT-F) lease, comprising the E/2, Section 2,  
Township 21 South, Range 37 East, Las County, New Mexico.

You are hereby given approval to the above request. This approval  
is subject to like approval by the New Mexico Oil Conservation Commission.

Your filing fee in the amount of Ten (\$10.00) Dollars has been  
received.

Very truly yours,

RAY D. GRAHAM, Director  
Oil and Gas Department

ALA/RK/a  
eds.  
cc:

New Mexico Oil Conservation Commission

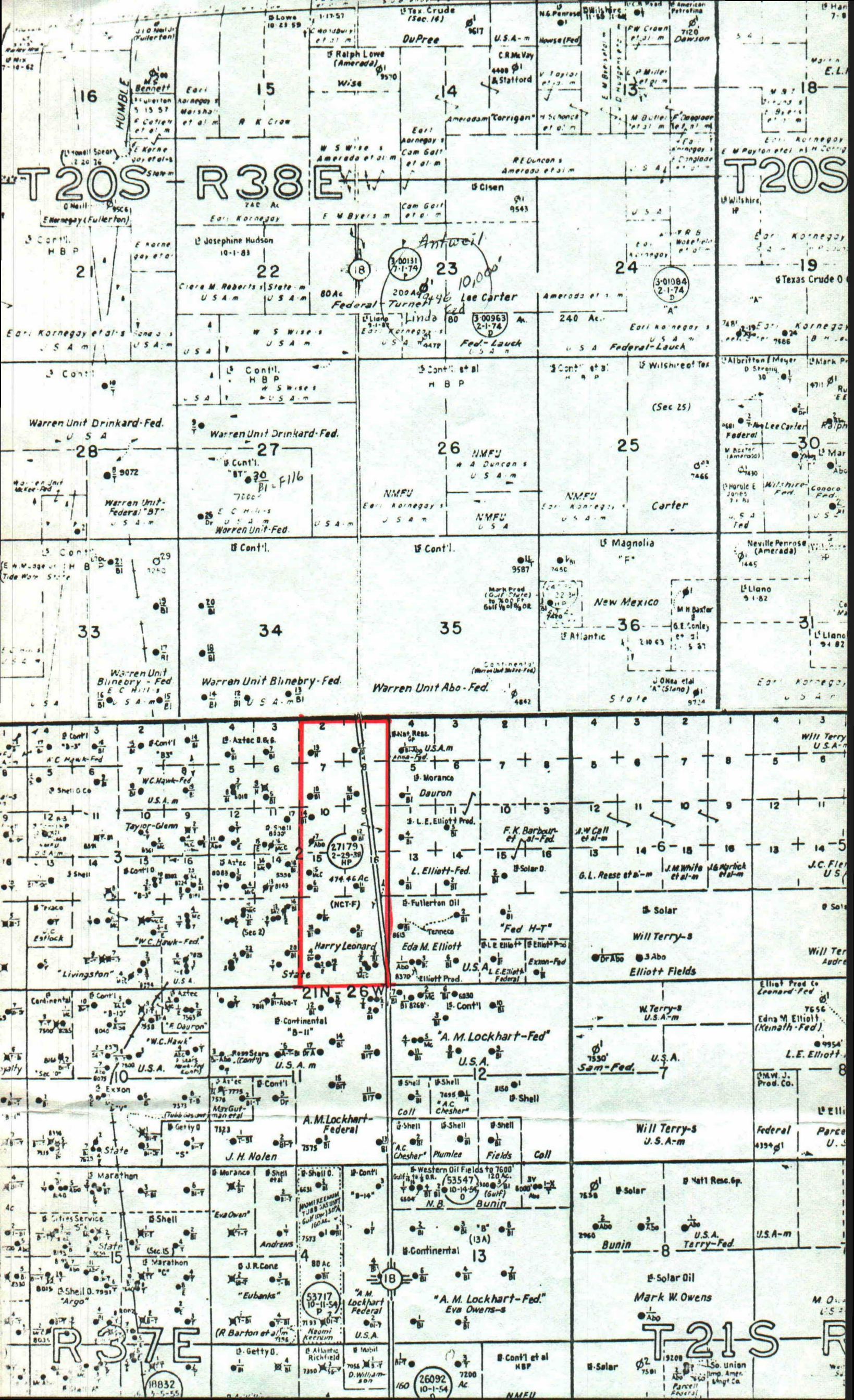
New Mexico Oil and Gas Accounting Commission

State Lease No. B-1732-1

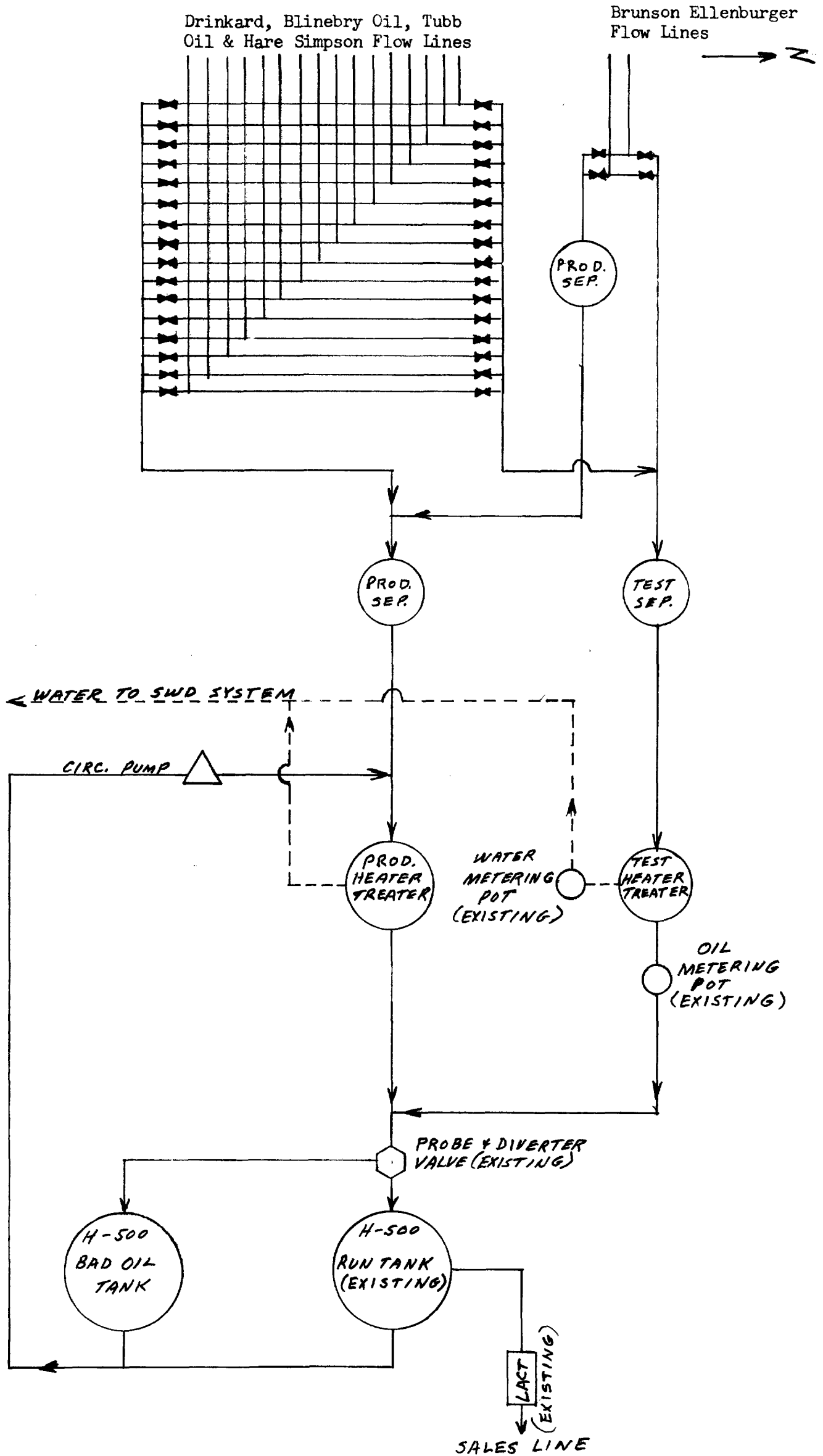
GULF OIL CO. - U. S.  
HARRY LEONARD (NCT-F) LEASE

Production Data

<u>Pool</u>	<u>Bbls/Day</u>	<u>Corr. Gravity</u>	<u>\$/Bbl.</u>	<u>Bbls/day x \$/bbls.</u>
Blinebry Oil	41	37.8	\$10.05	\$ 412.05
Tubb Oil	60	37.3	10.05	603.00
Drinkard	7	36.2	10.03	70.21
Brunson Ellenburger	14	38.4	10.07	140.98
Hare Simpson	6	38.4	10.07	<u>60.42</u>
			Total	\$1,286.66
Commingled	128	37.6	\$10.05	<u>\$1,286.40</u>
			Difference	-\$ .26)



GULF OIL CO. - U. S.  
Proposed Commingled Tank Battery - Harry Leonard (NCT-F) Lse.  
Drinkard, Blinebry Oil, Tubb Oil, Hare Simpson, Brunson Ellenburger



# Gulf Oil Company - U.S.

PRODUCTION DEPARTMENT  
HOBBS AREA

C. D. Borland  
AREA PRODUCTION MANAGER

October 3, 1974

P. O. Box 670  
Hobbs, New Mexico 88240

Mr. Alex J. Armijo  
State Land Commissioner  
P. O. Box 1148  
Santa Fe, New Mexico 87501

Dear Sir:

Attached is a copy of Gulf's application to the New Mexico Oil Conservation Commission requesting approval to commingle the production on our Harry Leonard (NCT-F) lease, described as the E/2, Section 2, 21-S, 37-E, Lea County.

Approval of this request will eliminate the need for additional storage facilities for the production from well No. 7, which was recently completed in the Tubb oil pool.

The attached tabulations show the commingled production will have a slightly lower (\$0.26/day); however, we believe this will be insignificant compared to the installation of separate facilities.

If you have no objections to this proposal, would you please furnish a letter of approval to the New Mexico Oil Conservation Commission, P. O. Box 2088, Santa Fe, New Mexico 87501. Attached is our check for the \$10.00 filing fee.

Your early consideration in this matter will be appreciated, and if additional information is needed, please advise.

Yours truly,

  
C. D. Borland

lwd:  
Att'd

