



PETROLEUM PRODUCTS

December 1, 1977

TEXACO INC.
DRAWER 728
HOBBS, NEW MEXICO 88240

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

SURFACE COMMINGLING
New Mexico "BH" State Lease

ATTENTION: MR. JOE D. RAMEY

Gentlemen:

In accordance with New Mexico Oil Conservation Commission Rule 303-B, Texaco Inc. respectfully requests permission to surface commingle hydrocarbon production from the Lea Undesignated Strawn Gas pool with that from the Undesignated Wolfcamp Oil pool on the New Mexico "BH" State lease and to determine production from individual wells and pools by periodic well tests.


The gravity of the Lea Undesignated Strawn Gas condensate is 47.8° API with a value of \$11.65 per barrel and estimated production of 1 barrel per day. The gravity of the Undesignated Wolfcamp crude is 37.9° API with a value of \$11.65 per barrel and estimated production of 14 barrels per day. The value of the commingled production will be the same as the sum of the values of the production from each common source of supply.

A plat of the New Mexico "BH" State lease indicating well locations and pools from which they produce is attached.

All working interests and royalty interests are common throughout.

A copy of this application is being sent to the Commissioner of Public Lands for the State of New Mexico for their approval. You will be furnished a copy of their approval when it is obtained. The Texas-New Mexico Pipe Line Company as purchaser of the crude oil from this lease is also being furnished a copy of this application.

Yours very truly,


J. V. Gannon

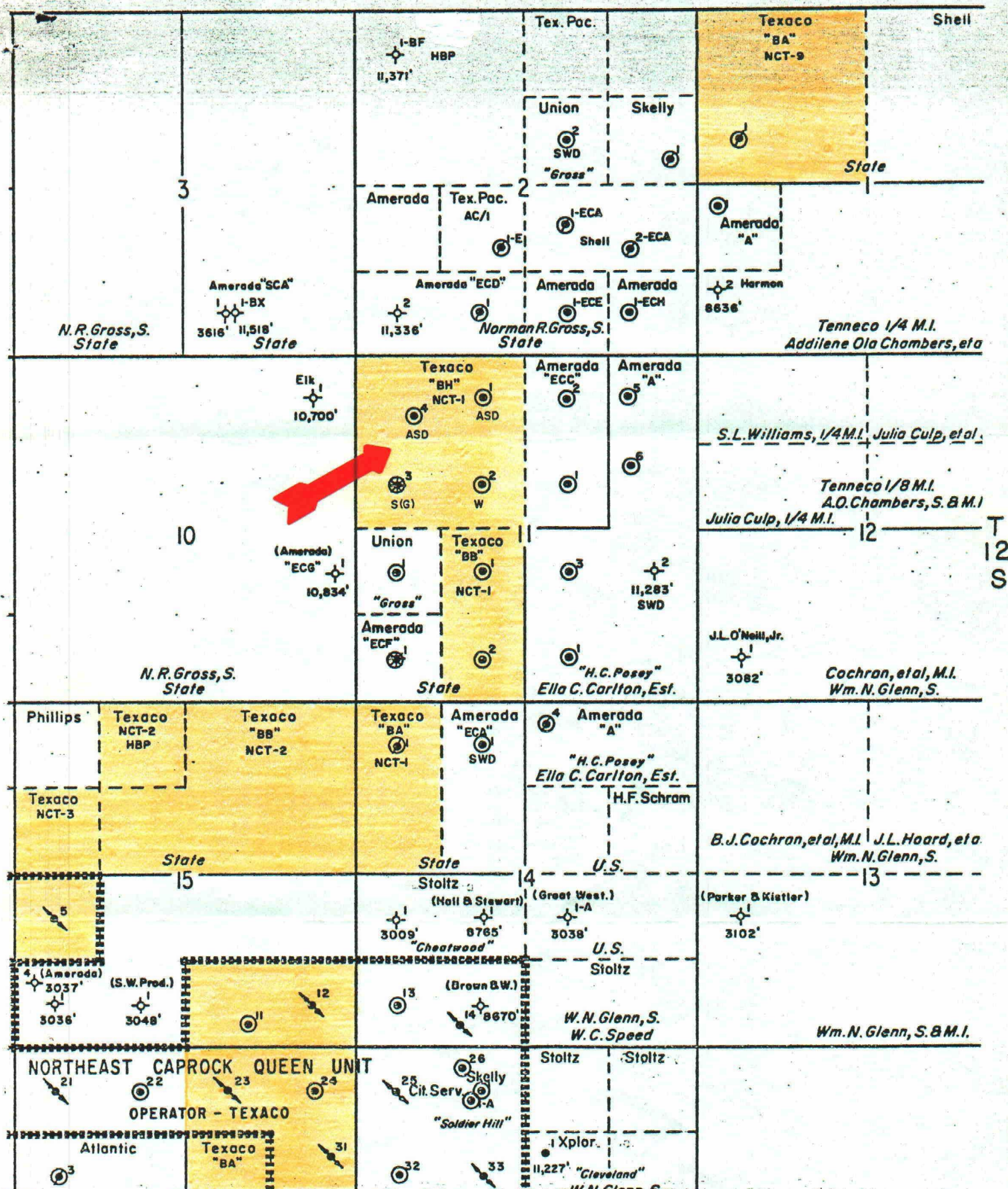
District Superintendent

WRH:las
Attachment

Commissioner/Public Lands
Texas-NM Pipe Line Co.



Working to keep
your trust for
75 years



S(G) LEA UND. STRAWN (GAS)
W UND. WOLFCAMP
ASD ABANDONED SALVAGE DEFERRED
NEW MEXICO "BH" ST. NCI-1 LEASE

TEXACO Inc.
NEW MEXICO "BH" ST. NCT-1 LEASE
CAPROCK, EAST FIELD
LEA COUNTY, NEW MEXICO

WRH/CRC

12-1-77



PETROLEUM PRODUCTS

December 1, 1977

RECEIVED

DEC 12 9 32 AM '77

STATE LAND OFFICE TEXACO INC.
SANTA FE, N.M. DRAWER 728
HOBBS, NEW MEXICO 88240

Commissioner of Public Lands
STATE OF NEW MEXICO
P. O. Box 1148
Santa Fe, New Mexico 87501

SURFACE COMMINGLING
NEW MEXICO "BH" STATE LEASE

Gentlemen:

Texaco Inc. has requested permission from the New Mexico Oil Conservation Commission to surface commingle hydrocarbon production from the Lea Undesignated Strawn Gas pool and the Undesignated Wolfcamp Oil pool on the New Mexico "BH" State lease. A copy of the application is attached.

If you approve of this commingling, please indicate your approval to the New Mexico Oil Conservation Commission. The \$10.00 filing fee has been forwarded.

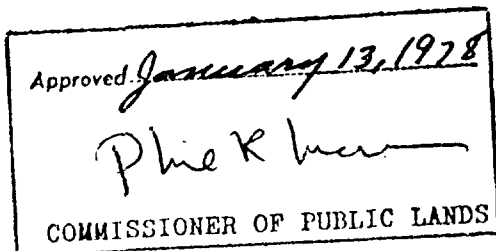
Yours very truly,


J. V. Gannon

District Superintendent

WRH:las

Attachment



Working to keep
your trust for
75 years

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