



L. P. Thompson
Division Manager

John R. Kemp
Assistant Division Manager

Production Department
Hobbs Division
North American Production

Conoco Inc.
P. O. Box 460
1001 North Turner
Hobbs, NM 88240
(505) 393-4141

MAR 16 1981

NEW MEXICO OIL CONSERVATION DIVISION
SANTA FE

March 11, 1981

New Mexico Oil Conservation Division
Department of Energy and Minerals
State of New Mexico
P.O. Box 2088
Santa Fe NM 87501

Attention: Joe Ramey

Gentlemen:

Application for Permission to Surface Commingle Production From the Warren Unit No. 82, D-K Abo Zone With Production From the Blinebry Oil and Gas, East Warren-Drinkard, and Warren-Tubb Zones From Warren Unit Wells Nos. 11, 58 and 64

Permission is requested to surface commingle production from the Warren Unit No. 82, D-K Abo zone with production from the Warren-Tubb, Blinebry Oil and Gas and East Warren-Drinkard zones from Warren Unit Wells Nos. 11, 58 and 64 located in Sections 26 and 35 of T-20S, R-38E, Lea County.

Ownership and working interest for all zones is common. The quality of the crude is almost identical. Therefore, there will be no reduction in value because of the commingling. The value of the production is as follows:

<u>Zone</u>	<u>Oil Gravity</u>	<u>Daily Volume</u>	<u>Value</u>
East Warren-Drinkard	37.8°	2	\$37.94
Blinebry Oil & Gas	37.8°	14	37.94
Warren-Tubb	37.8°	4	37.94
D-K Abo	35.4°	35	37.88

Administrative Order PC-577 gave approval to commingle the East Warren-Drinkard, Blinebry Oil and Gas, and Warren-Tubb.

A lease and battery plat are attached for your review and file. The production will be allocated on the basis of well tests.

Respectfully yours,

MJJ:bep
Attachment

