

OF CONSERVE ON DIVISION OF SECTIONS OF SEC

194世2/19850

June 27, 1994

State of New Mexico Oil Conservation Division P.O. Box 1980 Hobbs, NM 88240

RE: TEMPORARY APPROVAL OF SURFACE COMMINGLING

Texaco Exploration and Production Inc.

B. F. Harrison B Lease

N. Teague Ellenburger, N. Teague Fusselman, N.W. Teague Devonian & Teague Tubb

Section 9, T-23-S, R-37-E Lea County, New Mexico

Mr. Sexton,

Texaco E & P Inc. has submitted an application to surface commingle the referenced pools on the B. F. Harrison B lease to the Sante Fe office and a copy of the application has been submitted to your office. Provided that you find the application in order, we request that temporary approval be given to surface commingle.

Please indicate your approval by signing in the space provided below and returning one copy to us.

Very Truly Yours,

W. T. Lackey

Production Engineer

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APPROVED: July S

7-1-94



Harrison Law Sign

June 27, 1994 State of New Mexico Oil Conservation Division P.O. Box 2088 Sante Fe, New Mexico 87501

Attention: Mr. William J. LeMay

RE: AMENDMENT TO SURFACE COMMINGLING ORDER PC-789

Texaco Exploration and Production Inc.

B. F. Harrison B Lease

N. Teague Ellenburger, N. Teague Fusselman, N.W. Teague Devonian & Teague Tubb

Section 9, T-23-S, R-37-E Lea County, New Mexico

Gentlemen:

Texaco Exploration and Production Inc. respectfully requests permission to surface commingle produced hydrocarbons from the N. Teague Ellenburger, N. Teague Fusselman, N.W. Teague Devonian and Teague Tubb pools on the referenced lease. The B. F. Harrison B Well No. 25 was recently drilled and completed into the Tubb formation. The well has been given an allowable of 142 BOPD and is currently producing 25 BOPD. It is proposed to separately meter production from the Teague Tubb pool prior to surface commingling into the existing production facility.

The Ellenburger, Fusselman, Devonian and Tubb production will be metered separately prior to surface commingling by utilizing separate headers and three phase separators. Individual wells will be tested monthly through a three phase test separator. Total monthly production will be allocated to each well by the subtraction method. The oil and water from both the production and test separators will be metered by a non-reset positive displacement (Mock) meter with a sealable counter and registering mechanism. A storage tank will be used to prove the accuracy of these meters. The gas from each three phase separator will be metered by a gas turbine meter with a totalizer (Halliburton MCII) recording rate and cumulative volume before entering the gas sales line. Monthly records of beginning and ending meter readings with explanations for any meter malfunction and bad oil recycling shall be kept available for inspection.

Texaco owns a 100% working interest in all four zones. A common royalty of 12.5% applies to the four zones on this Fee lease. Plats are attached that show the location and producing zone for each well which will be surface commingled on the subject lease and for the proposed lease production facility.

Very Truly Yours,

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W. T. Lackey

Production Engineer

Attachments

cc: Hobbs NMOCD
Attn: Jerry Sexton

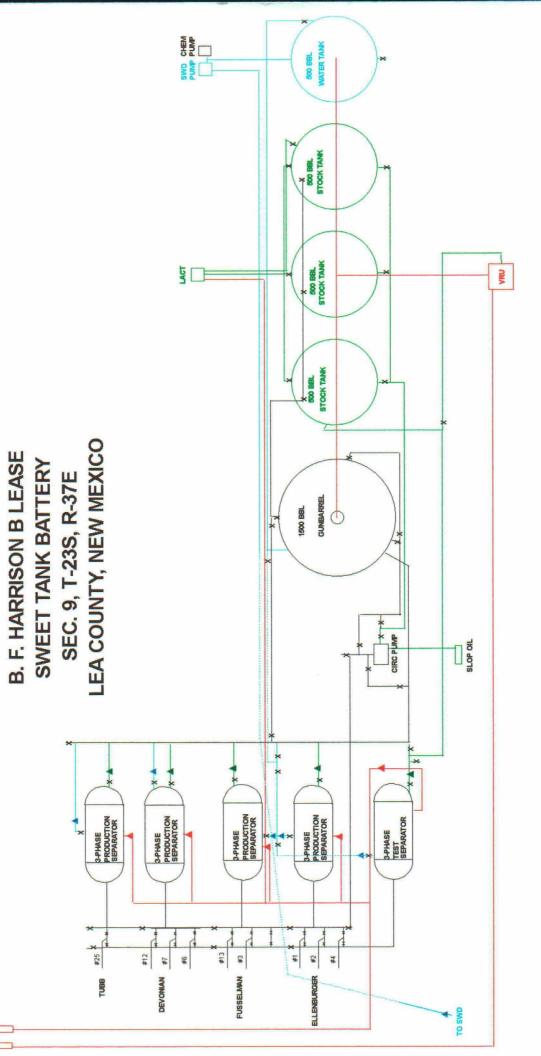
SURFACE COMMINGLING PERMIT

B. F. HARRISON B LEASE

LEA COUNTY, NEW MEXICO

<u>Pool</u>	Number of wells	API <u>Gravity</u>	Avg Prod. <u>Bopd</u>	Price <u>\$/bbl</u>
Ellenburger	3	48.3	406	\$17.49
Devonian	2	43.2	374	\$18.00
Fusselman	3	46.1	258	\$17.82
Tubb	1	52.2	25	\$16.91
Commingled Totals/Averages:		46.06	1063	\$17.83

Estimated daily sales **before** commingling Tubb: \$18,951 Estimated daily sales **after** commingling Tubb: \$18,953



BURIED OIL 8/or WATER

WATER

OF

GAS



NORTH TEAGUE FIELD

