OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

June 9, 1967

Shell Oil Company P. O. Box 1509 Midland, Texas 79701

Attention: Mr. J. E. R. Sheeler

Administrative Order PLC-26 and CANCELLATION Administrative Orders PC-37 and CTB-70

Gentlemen:

Reference is made to your letter of April 28, 1967, concerning the commingling installation authorized by Administrative Orders PC-37 and CTB-70, dated October 16, 1961, as amended December 21, 1961, and June 26, 1962. This order, as amended, authorizes the commingling of Blinebry, Drinkard, Devonian, and Fusselman production on your State "JM" and "JP" Leases in Section 2, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico, after separately metering the production from each pool. It is our understanding that both of said leases constitute a portion of New Mexico State Lease No. B 1167 and that metering between the leases is therefore not necessary. Further, that the production was top allowable at the time of the issuance of the orders and the zone metering was therefore required, but that the leases have now declined to a marginal nature.

Administrative Orders PC-37 and CTB-70 are hereby cancelled. This order, Administrative Order PLC-26, authorizes the commingling

CALICONSERVACACIÓN (SCHON) SENSE SOS ACCIÓN SANYA EFINEMAN LUCCO

of file decision of a second Point 1997 and a Confidence garty a

or ability of the attention of its

ాడ్ ఉందిన గ్రామం కాళ్ళుకున్నాయి. కాయ్ గ్రామం గ్రామం

A CONTROL OF THE CONT

ുന്ടിച്ച് (കാരം പ്രെയുമ്മത്തെ ഉത്തരം വിവാധിക്കുന്നു. അവരു വിവര് എന്നു വിവരുന്നു. വിവരുന്നു വിവരുന്നു വിവരുന്നു ഇട്ട് ഇടുക്കുത്തെ പ്രൈയുമ്മത്ത് വിവര്ശനം പൂട്ട് വിവര്ശനം വിവര്ശനം വിവര്ശന് വിവര്ശന് വിവര്ശനം പ്രവര്ശനം വിവര്ശന

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

-2-

June 9, 1967

Shell Oil Company P. O. Box 1509 Midland, Texas

> Administrative Order PLC-26 and CANCELLATION Administrative Orders PC-37 and CTB-70

of Blinebry, Drinkard, Devonian, and Fusselman production on your State "JM" and State "JP" Leases comprising the NW/4 NE/4 and NE/4 NW/4, respectively, of Section 2, Township 25 South, Range 37 East, Lea County, New Mexico, allocating the production to each well and each lease on the basis of periodic well tests, provided however, that the installation shall be operated in accordance with the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities," provided further, that you shall notify the Commission at such time as any well on either lease is capable of top allowable production.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSN/esr

cc: Oil Conservation Commission (with enclosure) - Hobbs
Oil & Gas Engineering Committee - Hobbs
State Land Office - Santa Fe

OUL COMBIT TO STOOK OF MAY SERON 10. PN X03 (2004)

PARTY FELLNEW MARKED

art in serie

KARA DE LA LA PELE The state of the s

THE SAN BURGER WITH STOP IN THE 3 3 The state of the state of the state of 75 410 600 18 08 000 00 00 180 81 UMA

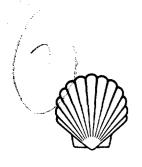
on the standing of the control of the control of the control of the state of the state of the control of the co THE BUILDING AND ASSESSMENT OF THE STATE OF THE STATE OF THE or/A competitive by the near the competition of the competition of some particles and the competition of the and likew mass of which oney sure come will a come was well as an ್ಯಪ್ರಕಾರಕ್ಷಣದ ಅಧ್ಯಕ್ಷಗಳಿಗಳನ್ನು ಇತ್ತೆ ಅಂತ್ರಕ್ಷಕ್ಕಾರಿದೆ. ಅಧ್ಯಕ್ಷ ಕ್ರಮ ಕರ್ಮಕ್ಕಾರಿಕೆ ಅಧ್ಯಕ್ಷಕ್ಕಾರಿದೆ ಕರ್ಮಕ್ಕಾರಿಕೆ the distribution and the second of the secon and he and reitarant in the insured witaer and edition and electron e se e mon desper expérise combivors "especialises e la fraction de la compansión de la compansión de la compa The same and the constituents as one in some the probability of the group and one at the filling and a second of

Control of the Contro

The state of the s

A Section of the Arms

A THE RESIDENCE OF THE PARTY OF and the second of the second of the second THE RESIDENCE OF THE PROPERTY OF THE PROPERTY



SHELL OIL COMPANY

WESTERN DIVISION
P. O. BOX 1509
MIDLAND, TEXAS 7970

April 28, 1967

Subject: Administrative Orders

PC-37 and CTB-70

New Mexico Oil Conservation Commission P.O. Box 871 Santa Fe, New Mexico

Attention Mr. A. L. Porter, Jr.

Gentlemen:

Please refer to your letter of June 26, 1962 in which authorization was given to commingle after separately metering the production from the Blinebry, Drinkard, Devonian and Fusselmen formations on the State "JM" and "JP" leases, Section 2, T-25-S, R-37-E, Lea County, New Mexico.

At that time the wells were capable of producing the top allowable. Since then, however, production has declined so that none of the wells are now capable of producing top allowable. Daily average production, seen on the attachment, indicates that the production has been below top allowable for the past 60 days. We respectfully request, therefore, that the subject administrative orders be amended to permit the allocation of zone production on the basis of well tests and that the requirement for separately metering of each zone be discontinued.

Very truly yours,

J. E. R. Sheeler

Attachment

STATE "JM" AND "JP" PRODUCTION DATA NORTH JUSTIS FIELD

			Actual Production		60 Day Average Production	Top <u>Allowable</u>
Well No.		Zone	February	March		
"JM ^{it}	1	Blinebry	839	887	29	64
	1	Drinkard	886	995	32	64
	2	Fusselman	242	214	8	112
"JP"	1	Blinebry	327	350	11	64
	1	Drinkard	437	469	16	64
	1	Devonian	541	815	23	112