



*Reg. 1/2/85*

CITIES SERVICE OIL AND GAS CORPORATION  
P. O. BOX 1919 MIDLAND, TEXAS 79702

August 5, 1985

(915) 685-5600

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

Re: Federal AA Lease  
NE/4 Sec 9-T18S-R33E  
Lea County, New Mexico  
Federal Lease No. LC029489-A

Federal AD Lease  
W/2 Sec 9-T18S-R33E  
Lea County, New Mexico  
Federal Lease No. NM55149

Gentlemen:

Cities Service Oil and Gas Corporation respectfully requests permission to commingle Queen production from the subject leases in a common tank battery. In support of this request, the following information is submitted for your consideration:

*Corbin Queen*

1. All production from these leases is currently from the Queen formation at an approximate depth of 4220 feet.
2. Adequate well testing facilities will be provided to accurately determine the production from each well at reasonable intervals.
3. Cities Service Oil and Gas Corporation is the lessee of record of the federally owned minerals under the subject leases. No other parties own a working interest in either of these leases.
4. The crude purchaser is being notified, by copy of this letter, of our intention to commingle Queen production from these leases.
5. The hydrocarbon production from each of the subject leases will be accurately measured and determined prior to commingling in a common tank battery.
6. The proposed commingling facilities will adhere to the site security requirements of Federal Onshore Oil and Gas Order No. 1 under 43 CFR 3162.7.

*Disregard  
Royalty  
Interest*

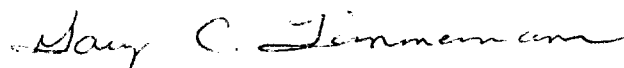
Please find attached a plat of the subject leases showing the wells on these leases and the formations in which they are completed. Also attached is a schematic diagram of the proposed commingling facilities.

Federal AA Lease  
Federal AD Lease

Page 2

Thank you for your consideration of this request. Please advise if additional information is needed or contact me at 915/685-5600 if you have any questions.

Sincerely,



Gary C. Timmermann  
Region Petroleum Engineer  
Southwest Region

GCT/dty

Attachments

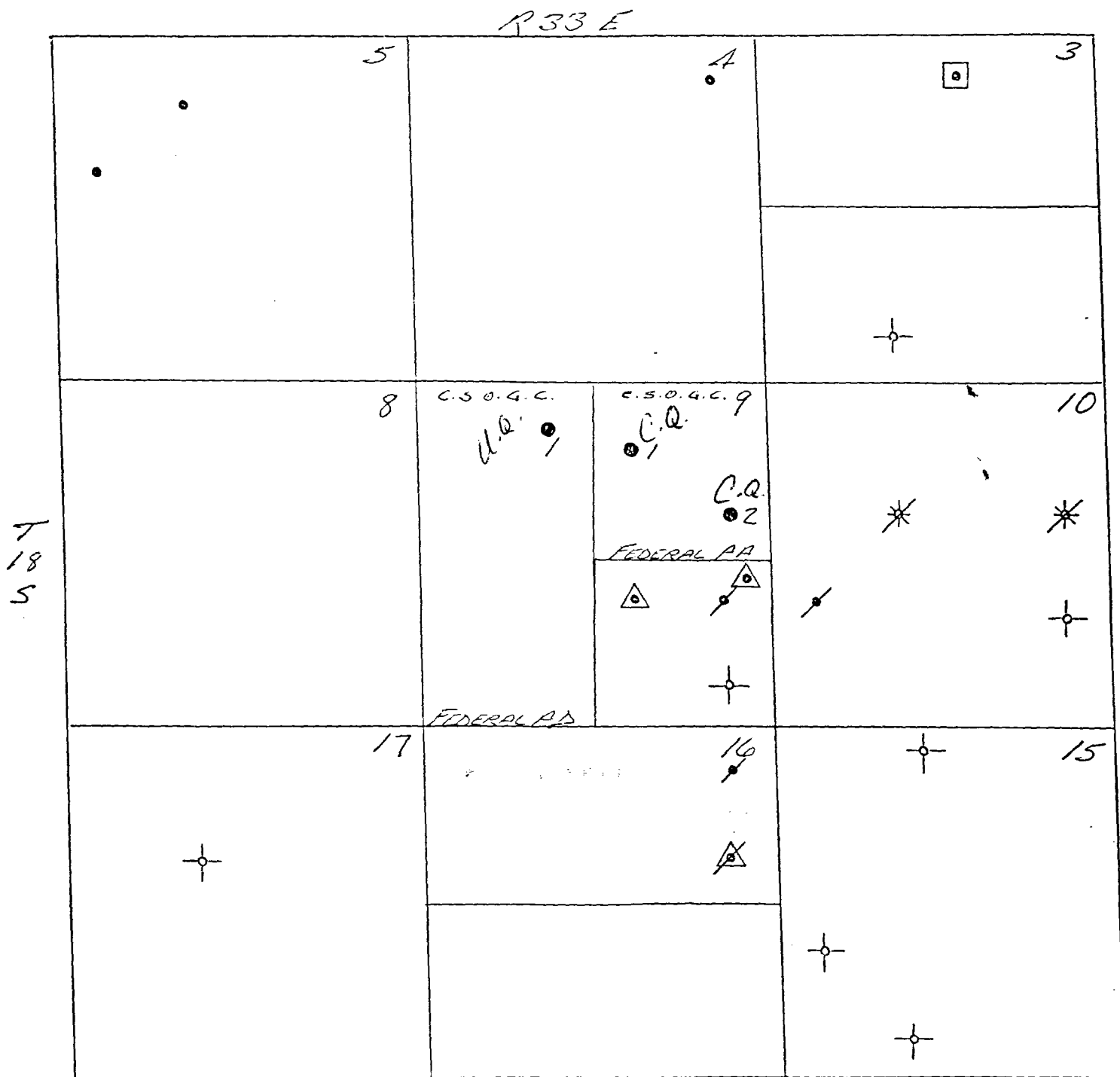
cc: E. W. Startz  
J. M. Eyer

CITGO Petroleum Corporation  
Western Building, Suite 305  
1031 Andrews Highway  
Midland, Texas 79702

RECEIVED

AUG - 7 1985

U.S. DEPARTMENT OF JUSTICE  
FEDERAL BUREAU OF INVESTIGATION



- QUEEN
- △ YATES
- ◻ GRAYBURG

CORBIN AREA  
LEA COUNTY, NEW MEXICO

0 ————— 1/2  
MILE

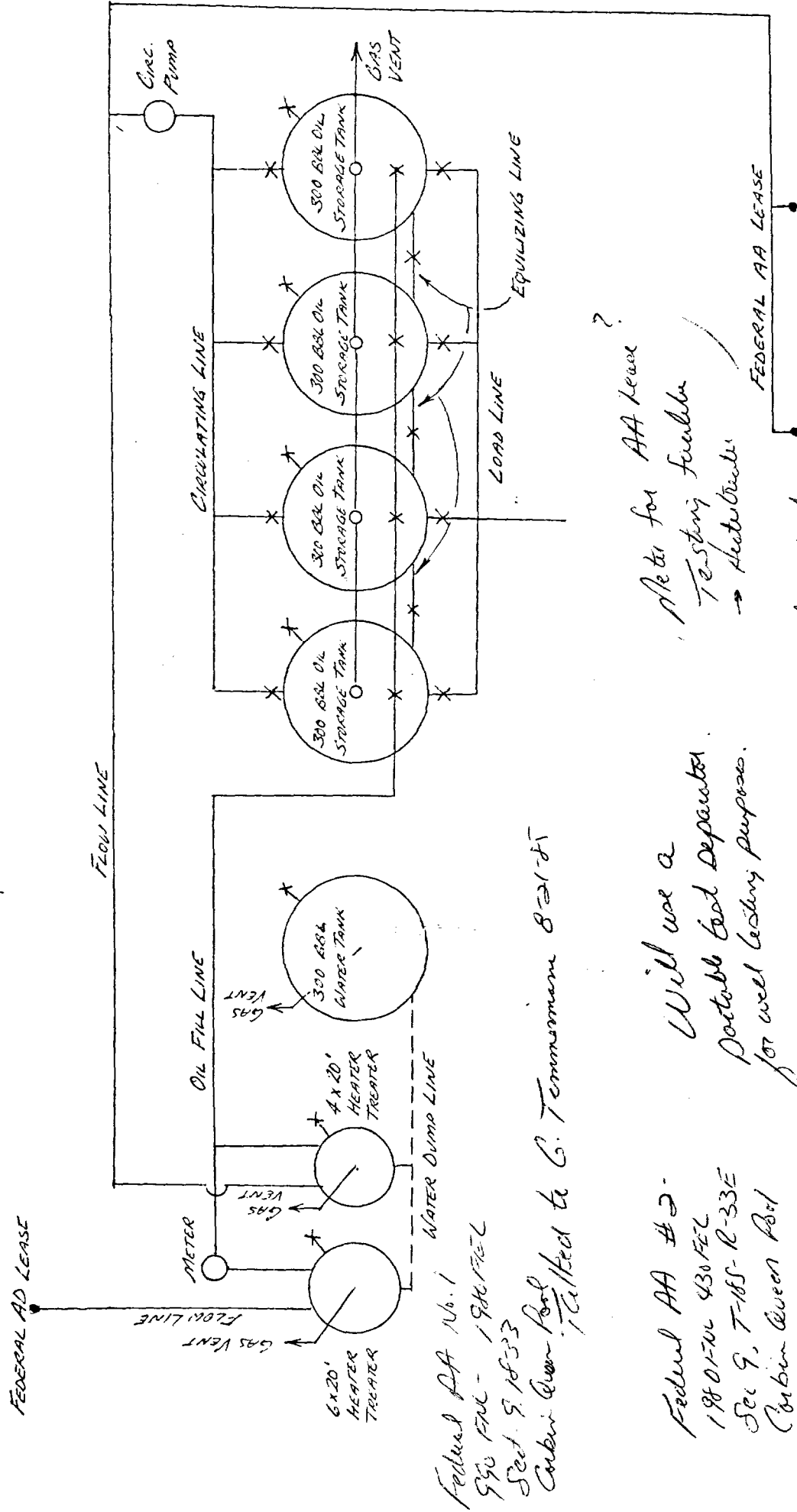
RECEIVED

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U.S. DEPARTMENT OF JUSTICE  
FEDERAL BUREAU OF INVESTIGATION

# PROPOSED COMMINGLING FACILITIES

FEDERAL AA LEASE AND FEDERAL AD LEASE  
SECTION 9, T-18S, R-33E, LEA COUNTY, N.M.



Federal AA No. 1  
930 FIVE - 19th FIVE  
Sect. 9, R-33E  
Cabin Queen Pool  
Called to C. Tennessee 8-21-51

Will use a  
portable test separator  
for well testing purposes.

Meter for AA lease  
Testing further  
→ structure

Will install  
a meter for the  
AA, lease.

Federal AA #2 -  
1801-19 430 FIVE  
Sect. 9, T-18S-R-33E  
Cabin Queen Pool  
Federal AD #1  
660 FIVE & 180 FIVE  
Sect. 9-T-18S-R-33E  
Cabin Queen Pool

REC-750

AUG -7 1959

ACK  
HENDERSON



CITIES SERVICE OIL AND GAS CORPORATION  
P. O. BOX 1919 MIDLAND, TEXAS 79702

August 23, 1985

(915) 685-5600

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

Attention: Mr. D. Catanach

Dear Mr. Catanach:

Please find enclosed a copy of the Bureau of Land Management's approval of our proposal to commingle our Federal AA and Federal AD leases in Lea County, New Mexico.

I trust this is the information you needed.

Yours very truly,

Gary C. Timmermann,  
Region Petroleum Engineer  
Southwest Region

GCT/esm  
Enclosure





# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

Carlsbad Resource Area Headquarters

P. O. Box 1778

Carlsbad, New Mexico 88220

IN REPLY REFER TO

3162.7 (067)

August 2, 1985

Cities Service Oil & Gas Corporation  
P. O. Box 1919  
Midland, TX 79702

Ref: Fed. AA Lease, NE/4, Sec. 9,  
T18S, R33E, LC-029489-A

Fed. AD Lease, W/2, Sec. 9,  
T18S, R33E, NM-55149, Lea  
County, New Mexico

Gentlemen:

Your request to surface comingle Queen Production from the above referenced leases in a common tank battery is hereby approved subject to the following:

- (1) Adequate well testing facilities must be provided to accurately determine the production from each well.
- (2) The hydrocarbon production from each of the subject leases must be accurately measured prior to commingling in the tank battery.
- (3) The commingling facilities must adhere to site security requirements of 43 CFR 3162.7.

Sincerely,

Charles S. Dahlen  
Area Manager