

Case 1269

NORTHWEST PRODUCTION CORPORATION

ALBUQUERQUE, NEW MEXICO

May 23, 1957

REPLY TO:  
520 SIMMS BUILDING  
ALBUQUERQUE, NEW MEXICO

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

Attention: Mr. A. L. Porter

Gentlemen:

Northwest Production Corporation requests permission to commingle liquid hydrocarbon production from the Pictured Cliffs, Mesaverde and Graneros-Dakota formations into one central tank battery located on each of the following leases:

25-  
see  
enclosure

"C" Lease (Jicarilla Contract #123) <u>Township 26 North, Range 4 West</u> Sections 5, 6, 7, 8	All
"C" Lease (Jicarilla Contract #120) <u>Township 26 North, Range 4 West</u> Sections 29, 30, 31, 32	All
"E" Lease (Jicarilla Contract #115) <u>Township 26 North, Range 3 West</u> Sections 3, 4, 9, 10	All
"E" Lease (Jicarilla Contract #116) <u>Township 26 North, Range 3 West</u> Sections 15, 16, 21, 22	All
"E" Lease (Jicarilla Contract #117) <u>Township 26 North, Range 3 West</u> Sections 27, 28, 33, 34	All
"N" Lease (Jicarilla Contract #119) <u>Township 26 North, Range 4 West</u> Sections 5, 6, 7, 8	All
"NE" Lease (Jicarilla Contract #87) <u>Township 27 North, Range 2 West</u> Sections 9, 10, 15, 16	All
"W" Lease (Jicarilla Contract #152) <u>Township 26 North, Range 5 West</u> Sections 5, 6, 7, 8	All

Oil Conservation Commission  
Attn: Mr. A. L. Porter  
May 23, 1957  
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The above leases are located in rough terrain, and due to the terrain and weather it is exceedingly expensive to gather and transport liquid hydrocarbons from each well. By having one central battery on each lease, our production costs can be reduced considerably.

Periodic gas-liquid ratio tests will be taken to determine the liquid production attributable to each formation of each well producing into common storage, and the gas produced from each formation in each well will be metered and reported separately. The royalty in all formations for the above leases is owned by the Jicarilla Indians.

To date 14 wells have been completed on the above leases, including two wells completed in the Pictured Cliffs, Mesaverde and Dakota formations, three wells dually completed in the Pictured Cliffs and Mesaverde formations, two wells dually completed in the Mesaverde and Graneros-Dakota formations, six wells completed in the Pictured Cliffs and one completion in the Gallup. There are 7 additional wells active in some phase of drilling or completing, including 2 Pictured Cliffs tests, 4 dual Pictured Cliffs-Mesaverde and 1 Mesaverde--Graneros-Dakota dual. It is expected that additional wells will be drilled on the leases with probable production from the Pictured Cliffs, Mesaverde and Graneros-Dakota formations.

Should it be necessary to present the request for permission to commingle liquid production at an examiner hearing, it is requested that such hearing be scheduled as soon as possible, preferably in the Aztec-Farmington Area.

Very truly yours,

NORTHWEST PRODUCTION CORPORATION

W. R. Johnston, Manager  
Production Operations

RP/nw

In duplicate

NORTHWEST PRODUCTION CORPORATION

ALBUQUERQUE, NEW MEXICO

May 27, 1957

REPLY TO:  
520 SIMMS BUILDING  
ALBUQUERQUE, NEW MEXICO

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

Attention: Mr. A. L. Porter

Gentlemen:


Please refer to our letter of May 23 requesting permission to commingle liquid hydrocarbon production from the Pictured Cliffs, Mesaverde and Dakota formations into one central tank battery. The "C" Lease (Jicarilla Contract #123) was erroneously reported as being in Township 26 North, Range 4 West. Will you please correct the location shown in our letter of May 23, 1957 for the "C" Lease (Jicarilla Contract #123) as follows:

"C" Lease (Jicarilla Contract #123)  
Township 25 North, Range 4 West  
Sections 5, 6, 7, 8

All

Very truly yours,

NORTHWEST PRODUCTION CORPORATION

  
W. R. Johnston, Manager  
Production Operations

RP/nw

In duplicate

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

July 19, 1957

Mr. W. R. Johnston  
Northwest Production Corporation  
520 Simms Building  
Albuquerque, New Mexico

Dear Sir:

We enclose a copy of Order R-1022 issued July 17, 1957, by the Oil Conservation Commission in Case 1269, which was heard on June 25th at Farmington, New Mexico.

Very truly yours,

A. L. Porter, Jr.  
Secretary - Director

bp  
Encl.

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