

Case 1588

J. M. HERVEY 1874-1953

HIRAM M. DOW
CLARENCE E. HINKLE
W. E. BONDURANT, JR.
GEORGE H. HUNKER, JR.
HOWARD C. BRATTON
S. B. CHRISTY IV
LEWIS C. COX, JR.

PAUL W. EATON, JR.
ROBERT C. BLEDSOE

LAW OFFICES
HERVEY, DOW & HINKLE

HINKLE BUILDING

ROSWELL, NEW MEXICO

January 8, 1959

Feb Exam.

TELEPHONE MAIN 2-6510
POST OFFICE BOX 547

Mr. A. L. Porter, Secretary-Director
New Mexico Oil Conservation Commission
Mabry Hall, State Capitol
Santa Fe, New Mexico

Dear Mr. Porter:

We enclose herewith in triplicate Application of The Atlantic Refining Company to commingle the production from separate reservoirs underlying the Atlantic State "Y" lease in the Justis Pool.

We would appreciate your filing this Application and having it set down for an examiner hearing at the earliest possible time, allowing sufficient time for publication of notice. I would appreciate your sending me a copy of the notice of publication in connection with the case.

Please advise whether or not it has been the practice in connection with applications to commingle to give notice to offset owners. I cannot find any requirement in this regard but someone mentioned that they thought it might be necessary.

Yours sincerely,

HERVEY, DOW & HINKLE

By *[Signature]*

CEH/bp
Encl.

*Docket mailed
1-22-59
BP*

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

September 4, 1962

The Atlantic Refining Company
P. O. Box 1978
Roswell, New Mexico

BEST AVAILABLE COPY

Attention: Mr. A. D. Kloxin

Gentlemen:

Reference is made to your letter of August 7, 1962, wherein you request approval of certain proposed revisions to your commingling installation constructed on your State "Y" Lease, Justis Field, Lea County, New Mexico, under authority of Commission Order No. R-1377.

Inasmuch as the installation as revised would be in substantial compliance with the Commission's Manual for the Installation and Operation of Commingling Facilities, we have no objection to the revision.

Atlantic is, therefore, hereby authorized to revise said installation in accordance with the diagram submitted which will permit the commingling of production from the Ellenburger, McKee, Fusselman, Montoya, Blinbry, and Drinkard zones underlying the State "Y" Lease, after separately metering the production from all zones except the Montoya zone. Operation of said installation shall be in compliance with the aforesaid manual.

Very truly yours,

A. L. PORTER, Jr.,
Secretary-Director

ALP/DSN/esr

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



THE ATLANTIC REFINING COMPANY

INCORPORATED - 1870

PETROLEUM PRODUCTS

August 7, 1962

DOMESTIC PRODUCING DEPARTMENT
NEW MEXICO DISTRICT

BOONE MACAULAY, DISTRICT MANAGER
R. F. CHAMPION, DISTRICT LANDMAN
W. T. EASTES, DISTRICT GEOPHYSICIST
E. R. DOUGLAS, DISTRICT GEOLOGIST
A. D. KLOXIN, DISTRICT DRUG. & PROD. SUP'T.
W. P. TOMLINSON, DISTRICT ENGINEER
B. R. WARE, ADMINISTRATIVE SUPERVISOR

MAILING ADDRESS
P. O. BOX 1978
ROS WELL, NEW MEXICO

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

Attention: Mr. A. L. Porter, Jr.
Secretary-Director

Re: Commingle Lease
Atlantic Refining Company
State "Y" Lease, Justis Field
Lea County, New Mexico

Dear Sir:

Reference is made to Case No. 1588, Order No. R-1377 whereby, The Atlantic Refining Company was granted permission to commingle the production from the Ellenburger, McKee, Fusselman, Montoya, Blinbry and Drinkard zones in a common battery. This Order states that each pool should be separately metered prior to commingling.

The Ellenburger zone has since been depleted and is no longer productive on this lease. To facilitate testing and producing of the remaining pools, we propose to revamp our commingling installation and make use of some Ellenburger surface equipment not being used. In revamping this facility, we propose to up-grade the installation to conform with the MANUAL FOR THE INSTALLATION AND OPERATION OF COMMINGLING FACILITIES. We are proposing to use the subtraction method for the Montoya zone. We respectfully request that Order No. R-1377 be amended or that you give us permission to have an unmetered zone whose production will be determined by the subtraction method.

Enclosed is a schematic drawing of our proposed installation which we feel will give us adequate control during both producing and testing periods.

Should any other information or additional copies of these plats be required, please notify the writer.

Yours very truly,

The Atlantic Refining Company

A. D. Kloxin
A. D. Kloxin

enc

cc: Joe D. Ramey w/enc