

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE  
STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF  
CONTINENTAL OIL COMPANY FOR EXCEPTION  
TO RULE NO. 303 IN ORDER TO PRODUCE INTO  
COMMON STORAGE THE OIL PRODUCED FROM THE  
TUBB AND BLINEBRY FORMATIONS UNDER ITS  
LOCKHART A-17 LEASE LOCATED IN SECTION 17,  
T-21S, R-37E, NMPM, LEA COUNTY, NEW MEXICO.

A P P L I C A T I O N

Comes now Continental Oil Company, a Delaware Corporation, hereinafter referred to as Applicant, and petitions the Commission for an exception to Rule No. 303 of the Statewide Rules and Regulations for authority to commingle in common storage production from the Tubb and Blinebry pools on its Lockhart A-17 Lease located in Section 17, T-21S, R-37E, NMPM, Lea County, New Mexico, and in support thereof would show:

1. That applicant is co-owner and operator of the Lockhart A-17 Lease containing, among other lands, the E/2 of the NE/4 and the NE/4 of the SE/4 of Section 17, T-21S, R-37E, NMPM, Lea County, New Mexico.

2. That applicant plugged back and completed on August 30, 1955, its Lockhart A-17 No. 3 well as an oil well in the Blinebry formation at a location 1980 feet from the north line and 660 feet from the east line of said Section 17.

3. That applicant, under the provisions of Order No. DC 723, dually completed its Lockhart A-17 No. 4 well, located 660 feet from the north and east lines of said Section 17, as a Drinkard-Tubb producer. Contrary to expectations the Tubb formation proved to be oil productive. An application for authority to complete the well as a Drinkard oil - Tubb oil dual producer has been submitted.

4. That applicant proposes to commingle the oil produced on the lease from the Tubb and Blinebry formations in common storage.


5. That production from the Tubb pool will be accurately measured separately before entering common storage and that it will be possible to report accurately the amount of oil, water and gas produced by each formation.

6. That the commingling of fluid from said wells as proposed is mechanically and economically feasible and is in the interest of conservation of oil and protection of correlative rights.

Wherefore, applicant prays that this application be set for hearing before the Commission's duly appointed examiner, that appropriate notice be given, and that upon hearing, the Oil Conservation Commission enter its order authorizing applicant to commingle production from the said pools in accordance with the foregoing application.

Yours very truly,

CONTINENTAL OIL COMPANY

  
R. L. ADAMS  
Division Superintendent  
of Production  
New Mexico Division

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

July 17, 1959

Mr. Jason Kellahin  
Box 1713  
Santa Fe, New Mexico

Dear Mr. Kellahin:

On behalf of your client, Continental Oil Company,  
we enclose two copies of Order No. R-1440 issued by  
the Oil Conservation Commission on July 15, 1959.

Very truly yours,

A. L. PORTER, Jr.  
Secretary-Director

ALP/ir

Enclosures

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