AMERADA PETROLEUM CORPORATION

DRAWER "D"
MONUMENT, NEW MEXICO
July 18, 1960

( con 204/

PHONE HOBBS, N. M. - EX 3-2145

NEW MEXICO OIL CONSERVATION COMMISSION

P. O. Box 871

Santa Fe, New Mexico

RE: Application of Amerada Petroleum Corporation for an order Permitting the Commingling of production from several separate leases in the Saunders Field, Lea County, New Mexico.

## Gentlemen:

Applicant, Amerada Petroleum Corporation states that:

- 1. Applicant owns and operates the following leases:
  - (a) The State S "B" Lease described as the N/2 NW/4, NW/4 NE/4, S/2 NE/4, N/2 S/2 Sec. 3 and NE/4 Sec. 4-T15S-R33E, Lea County, New Mexico.
  - (b) The State S "D" Lease described as the W/2 Sec. 2, S/2 S/2 Sec. 3 and SE/4 Sec. 4-T15S-R33E, Lea County, New Mexico.
  - (c) The State S "I" Lease described as the SE/4 SW/4 Sec. 4-T15S-R33E, Lea County, New Mexico.
- 2. Applicant proposed to commingle the Saunders Permo Pennsylvanian Production from these leases as follows:
  - (a) Produce State S "B" Well No. 4 into the State S "D" Battery.
  - (b) Produce State S "D" Well No. 4 into the State S "I" Battery.
- 3. All wells are producing from the same common source of supply.
- 4. The proposed changes are needed in order to produce more efficiently through shorter flow lines.
- 5. All the lands involved are state owned lands with common royalty, and the proposed changes have been approved by the Commissioner of Public Lands. A copy of the letter of approval is attached.

- 6. Other exhibits attached are as follows:
  - (a) Plat showing leases involved with present flow lines and proposed changes.
  - (b) Schematic diagram showing a typical battery with facilities for testing all wells.
- 7. Approval of this application will neither cause waste nor impair correlative rights.
- 8. A copy of this application has been mailed to all offset operators as shown below.

Respectfully submitted,

ALERADA PETR LEUM CORPORATION

D. C. Capps

District Superintendent

## AES:mlw

cc: CITIES SERVICE OIL COMPANY
F. O. Box 97
Hobbs, New Mexico

MOBIL OIL COMPANY F. O. Box 2406 Hobbs, New Mexico

Mr. R. S. Christie Mr. W. C. Henderson Mr. J. R. Enloe File

Enclosures

GULF OIL CORPORATION P. O. Drawer 669 Roswell, New Mexico

SHELL OIL COMPANY
P. O. Box 845
Roswell, New Mexico

TEXACO, INC. P. C. Box 3109 Midland, Texas