HUMBLE OIL & REFINING COMPANY



1

P. O. Box 2100 Hobbs, New Mexico 88240 September 14, 1967

> 22-3: Order R-1834, Commingled Production New Mexico "V" State Lease Lea County, New Mexico

Mr. A. L. Porter, Jr. Secretary - Director New Mexico Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87502

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Dear Mr. Porter:

Oil Conservation Commission Order R-1834, dated December 8, 1960 permitted Humble to commingle oil production from the Blinebry, Brunson, Drinkard, Hare, Tubb, and Wantz Abo Pools and condensate from the Blinebry and Tubb Gas Pools. Allocation of production from the various pools was to be on the basis of monthly well tests since all wells produced less than top allowable. A provision of the order was that "The applicant shall install separate metering facilities - in the event any well producing from any of the above mentioned pools becomes capable of making top allowable".

In 1963 Wells 3, 6, and 8 were dualled in the Blinebry and Drinkard, and the Blinebry completions proved to be capable of top allowable. At this time a separate metering facility consisting of a three-phase metering separator was installed for each zone in the manner prescribed by OCC regulations.

At present there are no wells on the New Mexico "V" State Lease capable of making top allowable, and Humble will now remove the extra three-phase metering separators. The installation will then comply with the original language of the order requiring separate metering and separation facilities for oil well and gas well completions, only.

As stated before, the 1960 order requires allocation of production on the basis of <u>monthly</u> well tests. It is our understanding that since the advent of administrative approval for commingling, allocation of Mr. A. L. Porter, Jr. - 2 -

September 14, 1967

production from incapable wells is normally permitted on the basis of <u>quarterly</u> well tests. An amendment of Order R-1834 is hereby requested to permit allocation of production on the basis of <u>quarterly</u> well tests on Humble's New Mexico "V" State Lease. If additional data or information is required please contact Mr. Lee N. Perry, Jr., Supervising Engineer for Production, in this office (Phone 393-2185).

Yours truly,

HUMBLE OIL AND REFINING COMPANY

e.c.

M. C. Turner

LNP/mcb

- cc: New Mexico Oil Conservation Commission P. O. Box 1980 Hobbs, New Mexico
- cc: Mr. C. A. Langner Humble Oil & Refining Company P. O. Box 1600 Midland, Texas