P. O. BOX 871 SANTA FE, NEW MEXICO

June 26, 1962

Shell Oil Company P. O. Box 1858 Roswell, New Mexico

Attention: Mr. R. L. Rankin

Re: Orders Nos. R-2097, R-2099, and R-2100

#### Gentlemen:

Reference is made to your letter of June 14, 1962, wherein you request that the three commingling installations covered by the captioned Commission orders be excepted from the requirement of said orders that the monthly well tests for determination of production be filed on a six-month basis as prescribed by our letter of November 9, 1961.

Inasmuch as the production from all pools on all leases covered by the subject orders is clearly of a marginal nature, the filing of the well test data will no longer be required, except as normally filed for annual tests. It will be expected, however, that Shell Oil Company notify the Commission at such time as any well in any pool underlying any of the leases becomes capable of top allowable production.

Very truly yours,

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

ALP/DSM/esr

cc: Oil Conservation Commission Hobbs, New Mexico

# OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE. NEW MEXICO

January 8, 1963

Shell Oil Company Post Office Box 1858 Roswell, New Mexico

Attention: Mr. R. L. Rankin

Gentlemen:

Reference is made to your letter of December 21, 1962, wherein you state that for maximum efficiency and to minimize operating costs, you desire to change the shipping points for the commingling installations authorized by Order No. R-2097 from the Turner Lease to the Argo-Argo A Lease. It is our understanding that with the exception of the actual location of these facilities, the installations will in all ways conform to those proposed at the hearing of Case No. 2363.

Shell Oil Company is hereby authorized to commingle and ship the commingled production from the Argo-Argo A Lease and the Turner Lease, as proposed in Case No. 2363, on the Argo-Argo A Lease.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/ir

cc: Oil Conservation Commission Hobbs, New Mexico

Case File 2363

#### SHELL PIPE LINE CORPORATION

WILCO BUILDING P. O. BOX 1910 MIDLAND, TEXAS

December 18, 1962

Subject: Transfer of Crude Oil Shipping Points Argo - Argo "A" - Turner Consolidation, Lea County, New Mexico

Shell Oil Company P. O. Box 1858 Roswell, New Mexico

Attention Mr. R. L. Rankin

#### Gentlemen:

With reference to your letter of December 4, 1962, we wish to express our agreement to your proposed change of shipping points for both the sweet and sour crude on the captioned leases. Since this change will not affect our pumping facilities, we still request the retary charging pump on the sweet LACT unit and centrifugal charging pump on the sour LACT unit as stated in our original acceptance letter of September 8, 1961. Also, please nete our letter dated May 18, 1962, in which we notified you of changes in our LACT specifications.

Thank you for the schematic diagrams of the proposed commingling systems. If we may be of any further service, please contact this office.

× 5

Yours very truly,

W. F. Sohreimen N. F. Schreiner, Supervisor Operations-Engineering

DEC 19 1962 ROSWELL PROD.

> SUFIL E. Eng - At- Eng P-S Supv

Divn Will

PORT

Drlg. 5

Off Study Well Fil

Can Up

Destroy

157

P. O. BOX 2088

#### SANTA FE. NEW MEXICO

August 17, 1965

Shell Oil Company F. O. Box 1858 Roswell, New Mexico

attention: Mr. S. B. Deel

ina deent

Administrative Order FC-189

Gentlemen:

Reference is made to your latter of July 19, 1965, wherein you advise that your Argo A Well No. 9 was recently completed as a top allowable Wants-Abo producer. Administrative Order &C-180 authorised the commingling of top allowable Blinebry production with marginal Drinkard and Wants-Abo production on the Argo-Argo A Lease after separetely metering the Blinebry production and the combined Drinkard Wants-Abo sarginal production.

Administrative Order FC-189 is hereby amended to permit the commingling of Blinebry, Drinkard, and Wants-Abo production in accordance with the schematic diagram which you submitted with your letter of July 19, separately and continuously metering each of the three producing zones prior to commingling.

Very truly yours.

A. L. orter, Jr. Secretary-Director

L DSN: #g

cc: Oil Conservation Commission (with anclosure) - Hobbs Oil & Gas Engineering Committee - Hobbs

VILLE YBUL

## OIL CONSERVATION COMMISSION P. O. BOX 871

SANTA FE, NEW MEXICO

January 17, 1964

Shell Gil Company P. O. Box 1858 Roswell, New Maxico

Attention: Mr. T. H. Dwyer

Administrative Order PC-180

#### Gentlemen

Reference is made to your letter of December 20, 1963, regarding shell Oil Company's commingling installations on the Turner and Argo - Argo A Leases, Lea County, New Mexico.

After reviewing the previous orders entered authorizing commingling on these leases, we believe that the following represents the current status of the commingling authorization:

(1) Commission Order No. R-2097, dated October 18, 1961, authorized the commingling of Argo - Argo A production from the Drinkard and Wants-Abo Pools on the basis of periodic well tests, and authorized the commingling of Turner production from the Drinkard and Blinebry Pools on the basis of periodic well tests, and then authorised the commingling of the aforesaid commingled production prior to treatment after separately metering the production from each lease in a tank battery to be located on the Turner Lease. The order further authorized the commingling of Argo - Argo A production from the Brunson and Hare Pools on the basis of periodic well tests, and the comingling of Turner production from the Brunson and Hare Pools on the basis of periodic well tests, and then authorised the commingling of the aforesaid commingled production prior to treatment in a battery to be located on the Turner Losse.

P. O. BOX 871

SANTA FE, NEW MEXICO

-2-

January 17, 1964

Shell Oil Company Roswell, New Maxico

#### Administrative order PC-180

- (2) Our letter of January 8, 1963, authorized the movement of the cosmingling installations for the two leases from the Turner Lease to the Argo Argo A Lease.
- (3) Our letter of March 13, 1963, being Administrative Order PC-130, authorized the commingling of top allowable Blinebry production with the existing marginal Drinkard and Wantz-Abo production on the Argo Argo A Lease after separately metering the Blinebry production and the combined Drinkard Wantz-Abo marginal production.

It is our understanding from your letter of December 20, 1963, that you now wish to segregate the Turner Lease production from the Argo - Argo A Lease production and that each lease will have two batteries, one each for the sweet and sour crude production. It is our further understanding that the Blinebry Pool underlying the Turner Lease is now capable of top allowable production and that you propose to meter said Blinebry production prior to metering the same with the Drinkard production on said lease, determining the Drinkard production by means of the subtraction method.

Commission Order No. R-2097 is herewith put in abeyance and our letter of January 8, 1963, is hereby superseded; Administrative Order PC-130, dated March 13, 1963, is hereby cancelled; and pursuant to the authority vested in me under the provisions of Rule 303(b) of the Commission Rules and Regulations, Shell Oil Company is authorized to commingle as follows:

#### On the Argo - Argo A Lease:

Shell is authorized to commingle Brunson and Hare production, allocating the production to each pool on the basis of periodic well tests.

Shell is authorized to commingle Blinebry and Wantz-Abo and Drinkard production after separately

P. O. BOX 871

#### SANTA FE, NEW MEXICO

-3-

January 17, 1964

Shell Oil Company Roswell, New Mexico

Administrative order PC-180

metering the Blinsbry production and separately metering the combined Wantz-Abo - Drinkard production, allocating the production to each of the two latter pools on the basis of periodic well tests.

#### On the Turner Lease:

shell is authorized to commingle the Brunson and the Hare production on the basis of periodic well tests.

Shell is authorised to commingle the Drinkard and Blinebry production after separately metering the Blinebry production and determining the Drinkard production by means of the subtraction method.

Each of the aforesaid installations shall be operated in accordance with the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities," including the requirement for non-reset counters on the meters.

Please advise us if our interpretation of the present status of the subject installations is not correct.

Very truly yours,

A. L. PORTER, Jr. secretary-Director

#### ALP/DSM/esz

cc: Oil Conservation Commission (with enclosure) - Hobbs Oil & Gas Engineering Committee - Hobbs OCC Case File No. 2363 and PC-130 File

### OIL CONSERVATION COMMISSION P. O. BOX 871

SANTA FE. NEW MEXICO

#### March 13, 1963

Shell Oil Company P. O. Box 1858 Roswell, New Mexico

Attention: Mr. R. L. Rankin

Administrative Order PC-130

#### Gentlemen:

Commission Order No. R-2097 and our letter of January 8, 1963, authorized Shell Oil Company to commingle Drinkard and Wantz-Abo production on its Argo-Argo A Lease and to commingle Drinkard and Blinebry production on its Turner Lease and to commingle the commingled production from both leases on the Argo-Argo A Lease prior to treating, and to allocate the production from each pool on each of the leases on the basis of monthly well tests.

Your letter of January 24, 1963, advises that you have now completed your Argo A Well No. 10 as a top allowable well in the Blinebry Pool, and requests administrative approval to commingle top allowable Blinebry production with the existing marginal Drinkard and Wantz-Abo production, separately and continuously metering the Blinebry production and metering the combined Drinkard, Wantz-Abo marginal production after commingling.

By the authority vested in me under the provisions of Rule 303 (b) of the Commission Rules and Regulations, you are hereby authorized to commingle the production from the aforesaid pools on said lease in the above-described manner. Provided, however, that the installation shall be operated in accordance with the provisions of the Commission "Manual"

### OIL CONSERVATION COMMISSION P. O. BOX 871

### SANTA FE. NEW MEXICO

-2-

March 13, 1963

Shell Oil Company Roswell, New Mexico

Administrative Order PC-103

for the Installation and Operation of Commingling Facilities," including the requirement for non-reset counters on the meters.

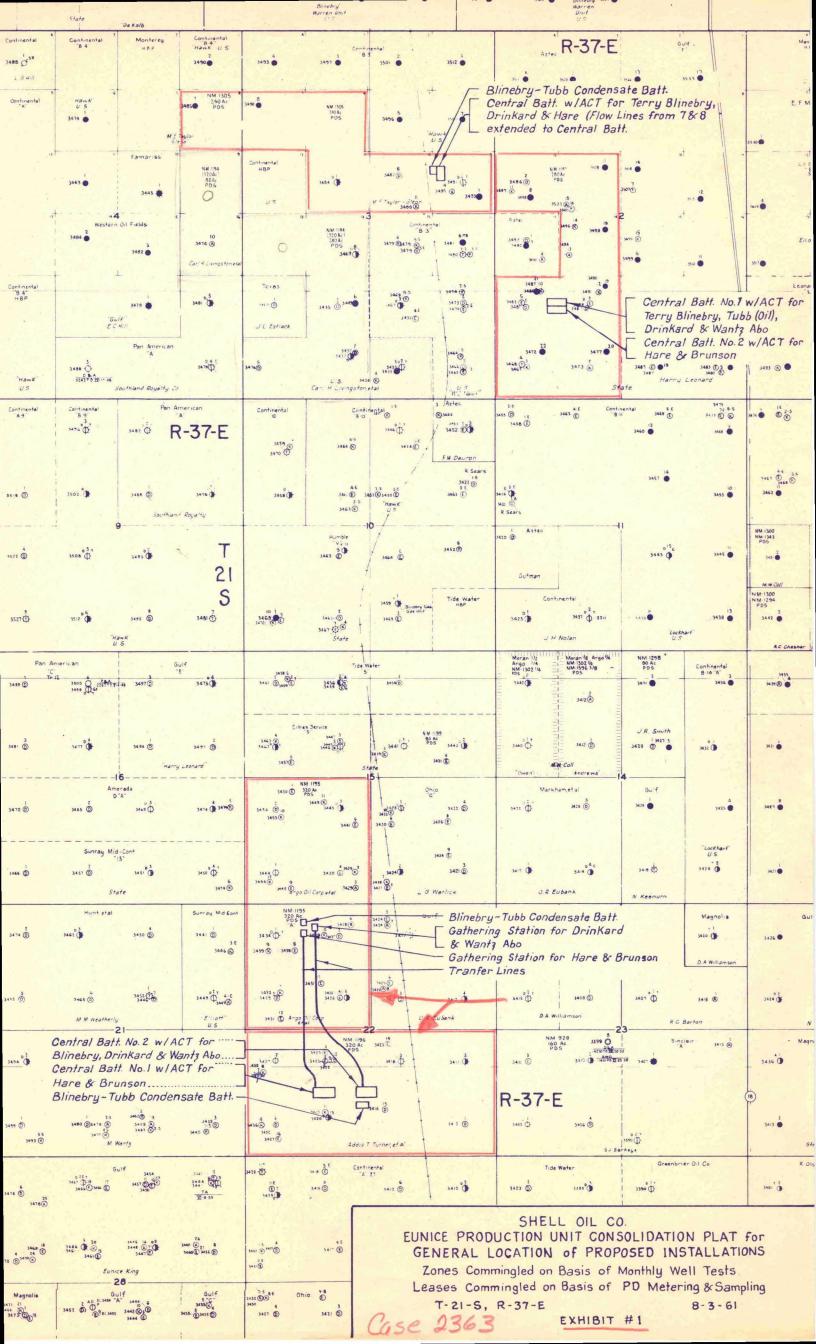
In all other respects, Order No. R-2097 will remain in effect.

Very truly yours,

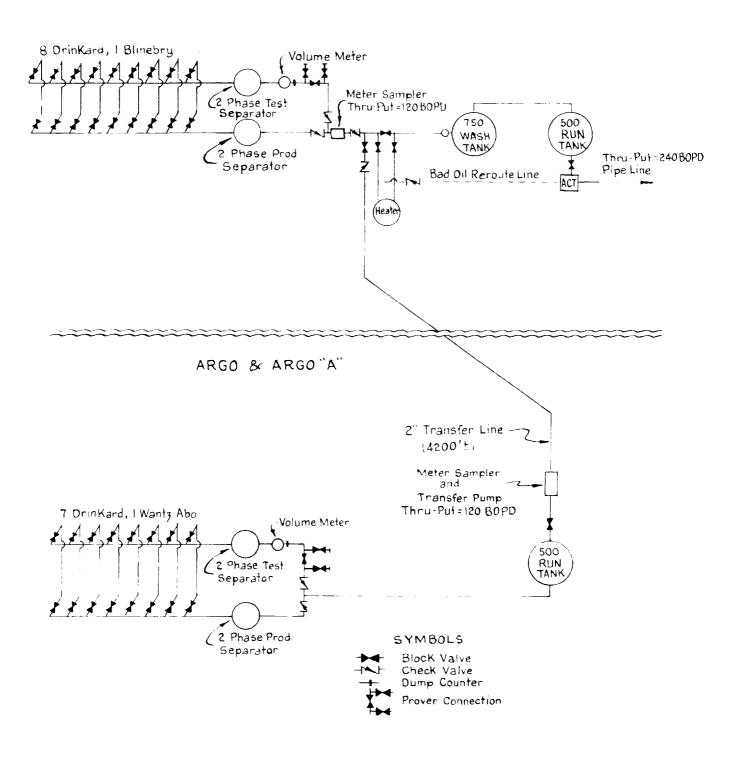
A. L. PORTER, Jr., Secretary-Director

ALP/DSN/esr

CC: Oil Conservation Commission (with enclosure) - Hobbs Oil & Gas Rngineering Committee - Hobbs Case File (No. 2363)



#### TURNER CENTRAL



ARGO, ARGO "A" & TURNER CONSOLIDATION No.1 Blinebry, DrinKard & Wanta Abo

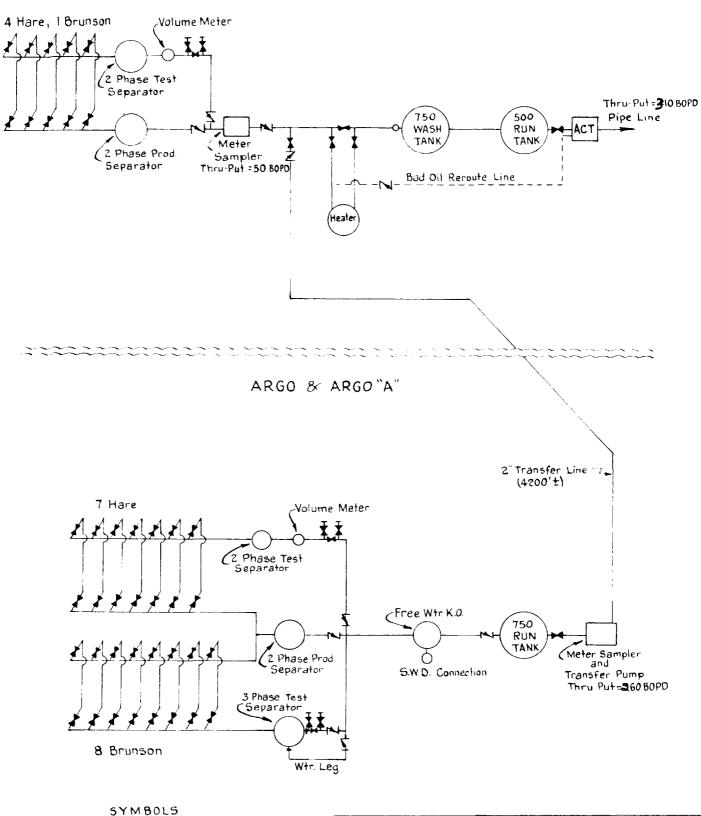
Sec. 15 & 22, T-21-5, R-37-E

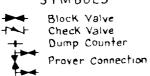
8-3-61

CAS 2363 EXHIBIT #2

shall Oil anyong

#### TURNER CENTRAL





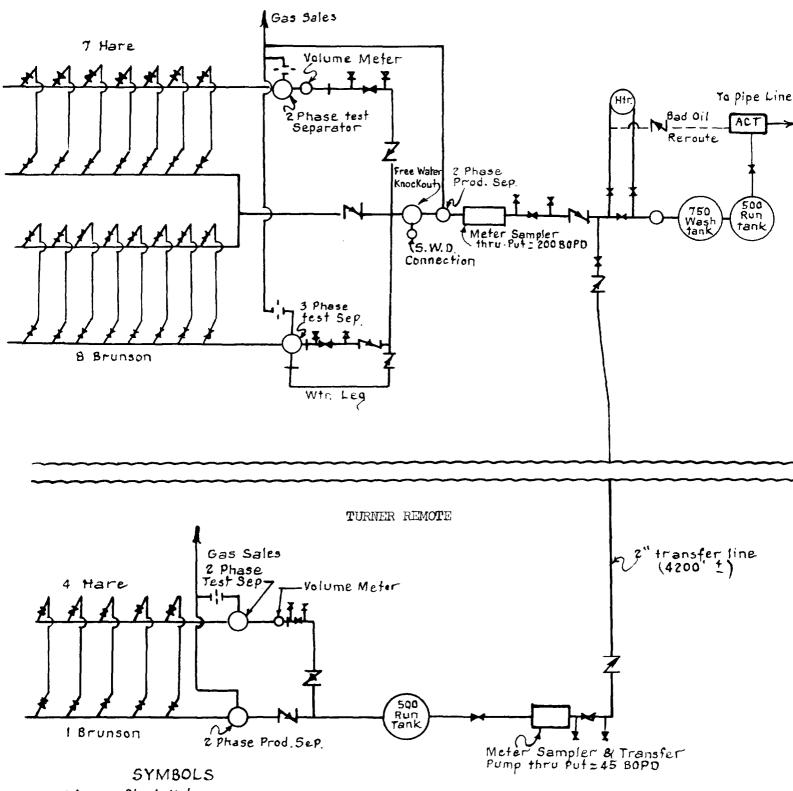
ARGO, ARGO"A" & TURNER CONSOLIDATION No.2

Hare & Brunson

Sec. 15 & 22, T-21-5, R-37-E 8-3-61

() 27 2 EXHIBIT #3

Shell Oil Company



Block Value Check Value Dump Counter Prover Connections Orifice Meter Run

ARGO, ARGO "A", & TURNER CONSOLIDATION NO. 2
Commingle Hare and Brunson
Secs. 15 & 22, T-21-S, R-37-E
11-12-62