

FAX**Date** 04/16/01**Number of pages including cover sheet** 6 **TO:** Karen
OCD-HOBBS**Phone** 505/393-6161
Fax Phone 505/393-0720**FROM:** CELESTE G. DALE
Phillips Petroleum
Company
4001 PENBROOK ST.
ODESSA, TX 79762**Phone** 915/368-1667
Fax Phone 915/368-1507**CC:****REMARKS:** ☐ Urgent ☒ For your review ☐ Reply ASAP ☐ Please CommentReferencing your phone conversation with Delores Telford, please review the attached
Commingling Order.

APR-16-2001 14:00
COMMISSIONER'S OFFICE
Phone (505) 827-5760
Fax (505) 827-5766

PPCO DRLG & PROD



915 368 1507 P.02/06
COMMERCIAL RESOURCES
Phone (505) 827-5724
Fax (505) 827-6157

ADMINISTRATION
Phone (505) 827-5700
Fax (505) 827-5853

MINERAL RESOURCES
Phone (505) 827-5744
Fax (505) 827-4739

GENERAL COUNSEL
Phone (505) 827-5713
Fax (505) 827-4262

ROYALTY MANAGEMENT
Phone (505) 827-5772
Fax (505) 827-4739

PUBLIC AFFAIRS
Phone (505) 827-1245
Fax (505) 827-5766

SURFACE RESOURCES
Phone (505) 827-5793
Fax (505) 827-5711

**New Mexico State Land Office
Commissioner of Public Lands
Ray Powell, M.S., D.V.M.**

July 27, 2000

PPCO Regulatory Section

JUL 31 2000

RECEIVED

Phillips Petroleum Company
4001 Penbrook
Odessa, Texas 79762

Attn: Mr. L. M. Sanders

Re: Application for Surface Commingling
Santa Fe Lease Well No. 97
State Lease B-2073-0
Santa Fe Lease Battery No. 133
State Lease B-1861-0
Vacuum Yates and Vacuum Drinkard Pools
Lea County, New Mexico

Dear Mr. Sanders:

We have received your letter of July 6, 2000, wherein you requested our approval to surface commingle the Vacuum Yates production from the Santa Fe Lease Well No. 97 into the Santa Fe Lease Battery No. 133 (Vacuum-Drinkard Pool).

Since it appears that there will be no loss of revenue to the State of New Mexico's beneficiaries as a result of your proposed operation, your request is hereby approved. Our approval is given with the understanding that the Commissioner of Public Lands reserves the right to amend or withdraw his approval, should this operation prove to be unprofitable to the state at any time in the future. Also, our approval is subject to like approval by the New Mexico Oil Conservation Division.

Please submit a copy of the New Mexico Oil Conservation Division's approval.

Your \$30.00 filing fee has been received.

Please notify Ms. Debbie Padilla of our Right-of-Way Section at 827-5729 regarding a right-of-way through a part of Sections 31, 32, and 33-12S-35E. Our approval will be contingent upon Phillips Petroleum Company securing the appropriate right-of-way through Sections 31, 32, and 33.

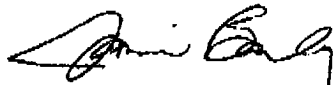
"WE WORK FOR EDUCATION"
310 Old Santa Fe Trail, P. O. Box 1148 Santa Fe, New Mexico 87504-1148

Phillips Petroleum Company
Page 2
July 27, 2000

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS



BY:
JAMI BAILEY, Director
Oil, Gas and Minerals Division
(505) 827-5744

RP/IB/cpm

Enclosure

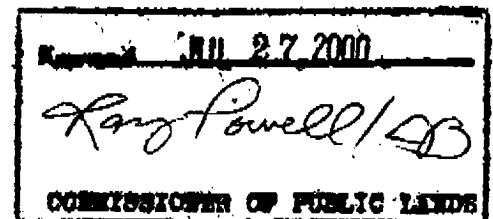
xc: Reader File

OCD--Mr. David Catanach, Mr. Ben Stone

Debbie Padilla

**PHILLIPS PETROLEUM COMPANY
APPLICATION FOR SURFACE COMMINGLING
SANTA FE LEASE, (VACUUM-YATES)/(VACUUM-DRINKARD) POOLS**

<u>Well #</u>	<u>State Lse. #</u>	<u>Phillips Lse. #</u>	<u>Phillips W.I.%</u>	<u>Phillips N.R.I.%</u>	<u>State of NM RI%</u>	<u>ORRI%</u>
97 (Vacuum-Yates #62400) SE/4 SW/4 S. 33 T-17-S R-35-E Lea Co., NM API #30-025-20791	NM-2073	015370-000	100%	87.5%	12.5%	0%
133 (Vacuum-Drinkard #62110) SW/4 SE/4 S. 31 T-17-S R-35-E Lea Co., NM API #30-025-32333	NM-B-1861	015221-000	100%	87.5%	12.5%	0%





NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER PLC-174

Phillips Petroleum Company
4001 Penbrook
Odessa, Texas 79762

PPD Regulatory Section

AUG 11 2000

RECEIVED

Attention: Mr. Larry M. Sanders

The above-named company is hereby authorized to commingle Vacuum-Yates (Oil - 62400) and Vacuum-Drinkard (Oil - 62110) Pool production from the following leases:

Lease:	Santa Fe Well No. 97 (State Lease No. NM-2073) (API No. 30-025-20791)
Description:	SE/4 SW/4 of Section 33, Township 17 South, Range 35 East, NMPM;
Lease:	Santa Fe Well No. 133 (State Lease No. NM-B-1861) (API No. 30-025-32333)
Description:	SW/4 SE/4 of Section 31, Township 17 South, Range 35 East, NMPM;
Lease:	Santa Fe Well No. 134 (State Lease No. NM-B-1502) (API No. 30-025-32414)
Description:	NW/4 of Section 5, Township 18 South, Range 35 East, NMPM;
Lease:	Santa Fe Well No. 135 (State Lease No. NM-1606) (API No. 30-025-32438)
Description:	Lots 2 & 3 of Section 31, Township 17 South, Range 35 East, NMPM;
Lease:	Santa Fe Well No. 136 (State Lease No. NM-B-2517) (API No. 30-025-33928)
Description:	SW/4 NW/4 of Section 33, Township 17 South, Range 35 East, NMPM;

located in Lea County, New Mexico.

Production shall be allocated to each lease by well tests. This method is authorized only so long as all commingled production is of identical ownership including working interest, royalty interest, and overriding royalty interest.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer

Oil Conservation Division * 2040 South Pacheco Street * Santa Fe, New Mexico 87505
Phone: (505) 827-7131 * Fax (505) 827-8177 * <http://www.emnrd.state.nm.us>

*Administrative Commingling Order PLC-174
Phillips Petroleum Company
August 7, 2000
Page 2*

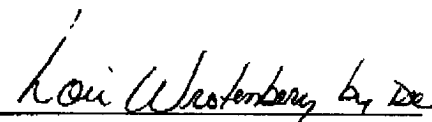
to notify the transporter of this commingling authority.

REMARKS: The commingled production shall be stored in the Santa Fe Well No. 133 tank battery facility located in SW/4 SE/4 of Section 31, Township 17 South, Range 35 East, Lea County, New Mexico.

FURTHER: The operator shall notify the Hobbs district office of the Division prior to implementation of the commingling process.

PROVIDING: Like approval from the State Land office is also required.

DONE at Santa Fe, New Mexico, on this 7th day of August, 2000.


LORI WROTENBERY,
Division Director

LW/MWA/kv

cc: Oil Conservation Division- Hobbs
State Land Office -- Oil & Gas Division

TOTAL P.06

TRANSACTION REPORT

Apr-16-01 Mon 12:13 PM

Type	Receiving						
Date	Start	Sender			TX/RX Time	Pages	Note
Apr-16	12:11 PM	915	368	1507	1m25s	6	OK