MOVE THE LAW POR DIVISION UM. UM

### NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

## ADMINISTRATIVE APPLICATION COVERSHEET

**Application Acronyms:** [NSP-Non-Standard Proration Unit] [NSL-Non-Standard Location] [DD-Directional Drilling] [SD-Simultaneous Dedication] [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Messurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [8WD-Salt Water Disposal] [IPI-Injection Pressure Increase] [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response] TYPE OF APPLICATION - Check Those Which Apply for [A] [1] Location - Spacing Unit - Directional Drilling □ NSP CDD Check One Only for [B] or [C] Commingling - Storage - Measurement **ELCTB** U DHC Q PLC Q PC OOLS OLM OLM Injection - Disposal - Pressure Increase - Enhanced Oil Recovery □ WFX □ PMX □ SWD **I**EOR ☐ PPR NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply [2] Working, Royalty or Overriding Royalty Interest Owners B Offset Operators, Leaseholders or Surface Owner [C] Application is One Which Requires Published Legal Notice Notification and/or Concurrent Approval by BLM or SLO [D] U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office For all of the above, Proof of Notification or Publication is Attached, and/or. [F] Waivers are Attached INFORMATION / DATA SUBMITTED IS COMPLETE - Statement of Understanding [3] I hereby certify that I, or personnel under my supervision, have read and complied with all applicable Rules and Regulations of the Oil Conservation Division. Further, I assert that the attached application for administrative approval is accurate and complete to the best of my knowledge and where applicable, verify that all interest (WI, RI. ORRI) is common. I further verify that all applicable API Numbers are included. I understand that any omission of data, information or notification is cause to have the application package returned with no action taken.





June 3, 1997

New Mexico Oil Conservation Division 1000 W. Broadway Hobbs, New Mexico 88240

Attn: Mr. Chris Williams

Re: Off-Lease Storage and Surface Commingling Permit Application

New Mexico "E" State NCT-2 Lease

William Weir Lease

Common Tank Battery located in

Unit Letter K, Section 23, T-19-S, R-36-E

Lea County, New Mexico

#### Gentlemen:

Texaco Exploration and Production Inc. respectfully requests administrative approval for off-lease storage and surface commingling of production on the above leases. Waivers have been sent to the royalty interest owners in the William Weir Lease and to the New Mexico State Land Office in the New Mexico "E" State NCT-2 Lease.

Three wells will be produced into this common facility. Currently, the New Mexico "E" State NCT-2 #1 well is producing, and the William Weir #6 and the New Mexico "E" State NCT-2 #2 wells will be drilled and completed in the summer 1997. All three wells are expected to produce from the Monument Abo Pool.

Included in this application package is a diagram and description of the facilities, lease plats, and a lease diagram. In addition, all waivers received are included. If you have any questions or comments, please contact Britton McQuien at (505) 397-0427.

Sincerely,

Britton McQuien

Engineer

Texaco E&P, Inc.

Hobbs OU

cc: Mr. William J. Lemay

Britton Meducen

enc

DISTRICT 11 F. O. Sec 1950, Hebbs, NM 65240

DISTRICT II P. O. Drower DD, Artesia, NM 88210

Property Code

236

22351

DISTRICT III 1000 Rto Brozoe Rd., Aztec, NM 87410 DISTRICT IV

P. O. Box 2086, Santa Fe, NN 87504-2088

State of New Mexico
Energy, Winerals and Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santo Fe, NM 87504-2088 Form C-102 Revised February 10, 1994

instructions on back

Submit to Appropriate District Office

State Lease-4 copies
Fee Lease-3 copies

AMENDED REPORT

3729'

WELL LOCATION AND ACREAGE DEDICATION PLAT

37814 46970 Monument ABO

Property Name

New Mexico "E" State NCT-2

\*\*Operator Name

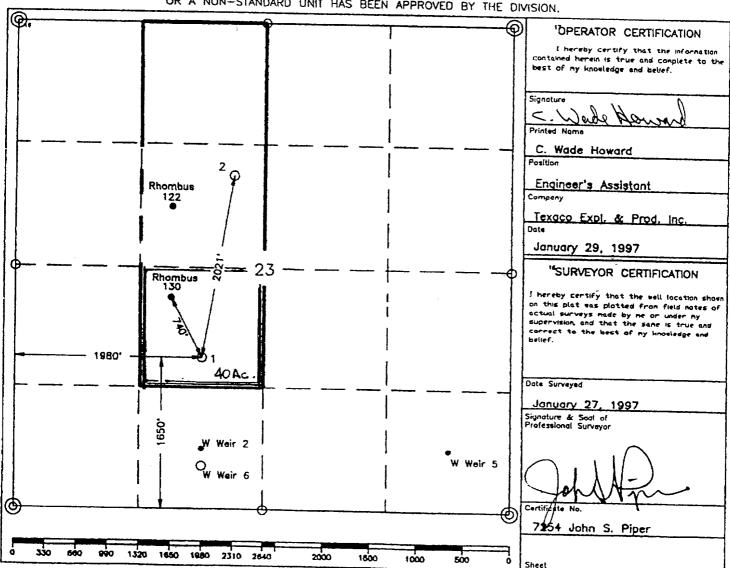
\*\*Elevation\*\*

\*\*Elevation\*\*

10 Surface Location UL or lot oo. Ronge Lot Ida Feet from the North/South line Feet from the East/West line County K 23 19-5 36-E 1650' South 1980' West Lea Bottom Hole Location If Different From Surface UL or lot no. Township Range Lot Idn Feet from the North/South line Feet from the East/West line County Dedicated Acres Joint or Infill Cancolidation Code 16Order No.

TEXACO EXPLORATION & PRODUCTION, INC.

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION.



OISTRICT 1
P. O. Box 1980, Hobbe, NM 88240

State of New Mexico
Energy, Minerals and Natural Resources Department

<sup>2</sup>Pool Code

Form C-102 Revised February 10, 1994

Instructions on back

DISTRICT II P. O. Drawer DD, Artesia, NK 88210

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Submit to Appropriate District Office

3 Pool Name

DISTRICT IV P. O. Box 2088, Santa Fe, NM 87504-2088

API Number

1000 Rio Brozos Rd., Aztec, NM 87410

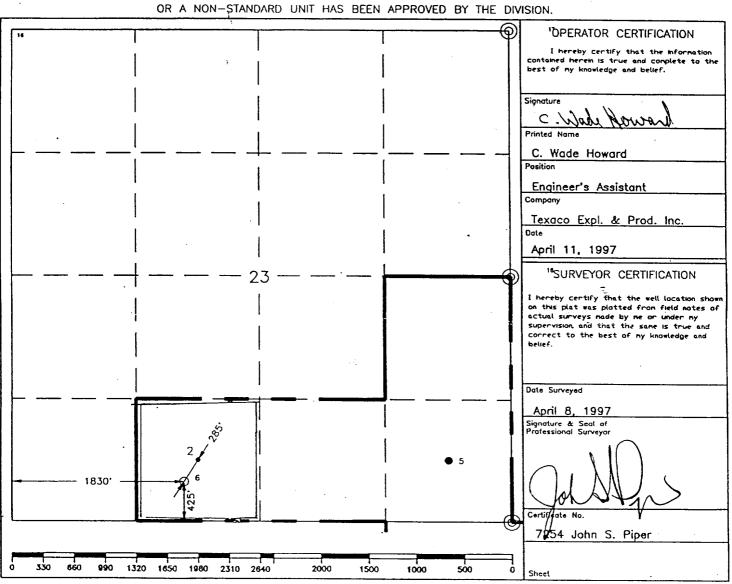
State Lease-4 copies Fee Lease-3 copies

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

					Mor	nument ABO			
Property Code		SProperty Name							<sup>6</sup> Well Number
11135		William Weir							6
OGRID No.		*Operator Name							<sup>9</sup> Elevation
22351		TEXACO EXPLORATION & PRODUCTION, INC.							3701'
					<sup>10</sup> Surface l	ocation	···········	·	
UL or lot no.	Section	Township	Range	Lat Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	23	19 <b>-</b> -S	36-E		425'	South	1830'	West	Lea
			. '' Bo	ottom Hol	e Location If	Different From	Surface		<del>-1</del>
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	7County
Tedicated Acres 13 Joint or 1		nt or Infill	ill ¹Consolidation Code		<sup>15</sup> Order No.	1	1		<u> </u>

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN -ONEOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION.



O = Staked Location • = Producing Well = Injection Well • = Water Supply Well • = Plugged & Abandon Well

# Facility Process Description New Mexico "E" State NCT-2 Tank Battery

Wells to be commingled in this facility:

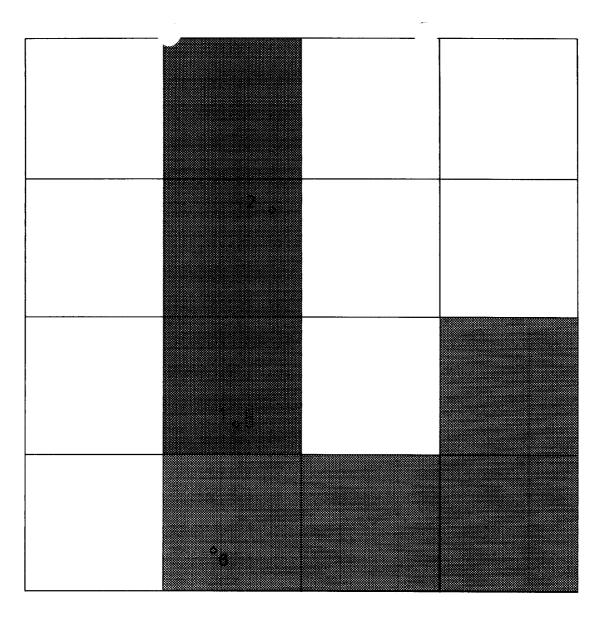
New Mexico "E" NCT 2 Well No. 1 New Mexico "E" NCT 2 Well No. 2 William Weir Well No. 6

There will be 2 (two) three phase production separators and each lease will produce into a specific separator. These separators will have oil, gas, and water meters. There will be a proving loop on each oil meter so that periodic meter proving tests can be performed and the meters calibrated. All hydrocarbon streams will be measured before any commingling occurs. Meters will have non resettable counters.

There will also be a three phase test separator for the New Mexico "E" NCT-2 lease. This separator will be set up in the same manner as the production vessels. Total production for the New Mexico "E" NCT-2 lease will be calculated by adding the New Mexico "E" NCT-2 production separator meters and test separator meters.

Fluids streams will be commingled after being metered and go to a heater treater where oil and water separation will occur. Oil will be dumped into stock tanks and held there until be trucked off by the oil transporter. Water will be dumped into a holding tank and will be trucked off for disposal.

Gas streams will be commingled after being metered and will pass through a two phase scrubber separator to ensure that in case of an upset no fluids will be sent down the gas sales line. There will be one common gas sales meter and production will be split according to separator gas meter readings.



Sec 23 T-19-S, R-36-E

Lea County, New Mexico





Tank Battery



