



February 18, 1992

New Mexico Oil Conservation Division
P.O. Box 1980
Hobbs, NM 88240

Attn: Mr. Jerry Sexton
District 1 Supervisor

Re: Bilbrey 32 State Com
Unit Letter F
Sec. 32, T-21-S, R-32-E

Bilbrey 33 Federal #1
Unit Letter C
Sec. 33, T-21-S, R-32-E

Dear Mr. Sexton:

The two above wells are flowing gas wells. The Bilbrey 32 State Com #1 is a state well and the Bilbrey 33 Federal #1 is a federal well. Each well has its own separate tank battery. The two wells share a Texaco gas sales line leading to an El Paso Natural Gas sales meter located in Unit Letter N of Section 4, Township 22-S, Range 32-E.

Texaco has set a fifty barrel steel tank at the sales meter to hold any condensate coming off the gas separator also located at the sales meter. This tank is used as an emergency storage tank to hold any condensate that is sent down the sales line when there are problems at either of the two batteries. In the event of a problem at either of the batteries, the condensate that gathers in this fifty barrel tank is hauled back to the battery where the problem occurred. A map of the referred area is attached.

If you have any questions concerning this tank, please contact me at 397-0418 or 393-7191. Thank you for your assistance in this matter.

Yours very truly,

M.C. Duncan
Engineer's Assistant

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Chrono