

PETROLEUM PRODUCTS

June 22, 1977

TEXACO INC. DRAWER 728 HOBBS, NEW MEXICO 88240

New Mexico Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87501

> RE: WELLBORE COMMINGLING Dollie Ballenger No. 1 Blinebry and Drinkard Pools Lea County, New Mexico

ATTENTION: MR. JOE D. RAMEY

Gentlemen:

TEXACO INC. requests administrative approval to commingle in the wellbore oil production from the Blinebry and Drinkard Pools in Well No. 1 on the Dollie Ballenger Lease located in Section 17, Township 22 South, Range 38 East, Lea County, New Mexico.

The subject well is currently listed as a single completion in the Drinkard Pool. The Blinebry zone has been opened and tested. A retrievable bridge plug is set at 5934' segregating the two zones. The fluids from these two reservoirs are known to be compatible. Ownership of the minerals in both zones is common, and the value of the commingled fluids is not less than the total value of the fluids if they were marketed separately. Secondary operations will not be joepardized by approval of this application.

A data sheet is attached listing all required data for the two reservoirs. Also attached is a production decline curve for the Drinkard zone, a sketch of the present and proposed completion, location plat, Form C-105 and a list of offset operators.

A copy of this application is being mailed to the offset operator as shown on the attached list.

Yours very truly,

J. V. Gannon District Superintendent

JBS:las Attachments

1240CC - Hobbs

