

SCARBOROUGH ESTATE
LEA COUNTY, NEW MEXICO

- A. Operator: Gulf Oil Corporation, P. O. Box 670, Hobbs, NM 88240
- B. Lease and Well Name: Scarborough Estate No. 8
1830'FSL & 660'FWL Section 31-22S-38E,
Lea County, New Mexico
- C. Pools and Dual
Authorization: Blinebry Oil and South Brunson Ellenburger, OCC Order
No. MC-1426, December 26, 1963
- D. Current Test: See attached Form C-116
- E. Decline Curves and Well History: Attached
- F. Estimated BHP: Bottom-hole pressure surveys and fluid level surveys in the
area indicate 600 psi for the Blinebry zone and 375 psi for
the South Brunson Ellenburger zone.
- G. Fluid Characteristics: Blinebry and South Brunson Ellenburger are currently
being commingled in the well bore of Scarborough
Estate No. 5 under Order No. DHC-43. There is no
evidence of incompatibility.
- H. Value of Commingled Fluids:

	<u>BOPD</u>	<u>API Gravity</u>	<u>\$/Bbl</u>	<u>Rev/Day</u>
Blinebry Oil (Estimated)	10	34.8	\$ 14.77	\$ 147.70
South Brunson Ellenburger	<u>5</u>	38.7	14.92	<u>74.60</u>
Total	15			\$ 222.30
Commingled	15	36.1	\$ 14.85	\$ 222.75
Approximate Difference				(\$ + 0.45)

- I All offset operators have been notified by copy of the attached letter:

Aztec Oil & Gas Company, 1100 Wall Towers West, Midland, TX 79701
Texaco Inc., P. O. Box 3109, Midland, TX 79701
Cities Service Oil Company, P. O. Box 1919, Midland, TX 79701
Amoco Production Company, P. O. Drawer A, Levelland, TX 79336