

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

August 3, 1964

Phillips Petroleum Company
P.O. Box 2130
Hobbs, New Mexico

Attention: Mr. W. C. Rodgers

Administrative Order CTB-119

Gentlemen:

Reference is made to your application dated July 23, 1964, for administrative approval of an exception to Rule 309-A of the Commission Rules and Regulations to permit the commingling of Vacuum Grayburg-San Andres production from your State B-1606 Lease and your State B-1861 Lease, comprising the SW/4 NW/4, and NW/4 SW/4, and SW/4 SE/4 of Section 31, Township 17 South, Range 35 East, Lea County, New Mexico, respectively. It is our understanding that each of these leases has a common working interest and that the royalty interest is also common throughout, and that you therefore propose to allocate the production to each of the leases on the basis of periodic well tests.

Under the authority granted me pursuant to Rule 309-B, you are hereby authorized to commingle the above-described production as proposed, subject to the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities."

Very truly yours,

A. L. Porter, Jr.
Secretary-Director

ALP:DSN:sg

cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
Oil & Gas Accounting Commission - Santa Fe
State Land Office - Santa Fe

