

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

June 4, 1971

CTB-227

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Astec Oil & Gas Company  
2000 First National Bank Building  
Dallas, Texas 75202

Attention: Mr. L. D. Eaton

Administrative Order CTB-227

Gentlemen:

Reference is made to your application for administrative approval of an exception to Rule 309-A of the Commission Rules and Regulations to permit the commingling of Spencer-San Andres production from your State "SS" Lease and your State "DS" Lease, located in Section 13, Township 17 South, Range 36 East, NMPM, Lea County, New Mexico, allocating the production on the basis of periodic well tests. It is our understanding that there is no diversity of ownership between the two leases.

Under the authority granted me, pursuant to Rule 309-B, Astec is 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."

It is the responsibility of the producer to notify the purchaser of this commingling authority.

Very truly yours,

A. L. PORTER, Jr.  
Secretary-Director

ALP/DSN/dr

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