GOVERNOR JACK M. CAMPBELL CHAIRMAN

State of New Mexico

Bil Conservation Commission

LAND COMMISSIONER GUYTON B. HAYS MEMBER



P.O. BOX 2088 SANTA FE June 21, 1966 STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

Cities Service Oil Company P. O. Box 69 Hobbs, New Mexico 88240

Attention: Mr. E. Y. Wilder

Administrative Order PC-305

Gentlemen:

Reference is made to your application dated May 27, 1966, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of Hobbs Pool and Bowers Pool production on your Clara Fowler Lease comprising the NE/4 of Section 31, Township 18 South, Range 38 East, Lea Courty, New Mexico, after separately metering the production from each pool.

By the authority vested in me under the provisions of Rule 303 (b) of the Commission Rules and Regulations, you are hereby authorized to commingle the production from the aforesaid pools on said lease in the above-described manner. Provided, however, that the installation shall be operated in accordance with the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities," including the requirement for non-reset counters on the meters. Please notify the Hobbs District Office of the Commission at such time as this installation is complete in order that an inspection may be made of the installation prior to putting it in operation.

Form C-106, Letter of Consent from Purchaser, schematic diagrams, etc., all relating to your application to install an automatic custody transfer system, are being returned herewith in order that they may be filed with the Hobbs District Office of the Commission to obtain such approval.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP:DSN:sg

cc: Oil Conservation Commission (with enclosure) - Hobbs Oil & Gas Engineering Committee - Hobbs