

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

August 7, 1968

Sun Oil Company
P. O. Box 2792
Odessa, Texas 79760

Attention: Mr. R. W. Hughes

Administrative Order PC-356

Gentlemen:

Reference is made to your application dated August 1, 1968, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of Blinebry and Drinkard production on your W. W. Weatherly Lease comprising the SW/4 NE/4 NW/4 SE/4 and NE/4 SW/4 of Section 17, Township 21 South, Range 37 East, Lea County, New Mexico, allocating the production on the basis of periodic well tests. It is our understanding that the production from both pools on said lease is of marginal nature.

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," and provided further, that you shall notify the Commission at such time as any well in either of the aforesaid pools is capable of top allowable production.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/DSM/esr

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