

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

May 13, 1969

**Texaco Inc.
Drawer 728
Hobbs, New Mexico 88240**

Attention: Mr. J. G. Blevins, Jr.

Administrative Order PC-376

Gentlemen:

Reference is made to your application dated April 7, 1969, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of condensate produced from the Todd-Upper San Andres Gas Pool and oil produced from the Todd-Lower San Andres Associated Pool on your New Mexico State "CT" Lease comprising the N/2 and SE/4 of Section 35, Township 7 South, Range 35 East, Roosevelt County, New Mexico, allocating the production on the basis of well tests.

Inasmuch as the gas production from each pool will be separately measured and inasmuch as the condensate production from the No. 4 well is almost negligible, it is not believed that the required accuracy of measurement for gas allocation in the volumetric formula for the Lower San Andres Pool will be impaired.

By the authority vested in me by the provisions of Rule 303 (b) of the Commission Rules and Regulations, you are therefore hereby authorized to commingle the liquid 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 a gas-liquid test on the State "CT" Well No. 4 shall be conducted quarterly and the results of each latest such test used to calculate condensate production from said well each month.

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Texaco shall also notify the Santa Fe Office of the Commission in the event any wells other than the No. 4 are completed in the Todd-Lower San Andres Associated Pool which are to be connected to the subject tank battery.

Very truly yours,

**A. L. PORTER, Jr.
Secretary-Director**

ALP/DSN/esr

**cc: Oil Conservation Commission (with enclosure) - Hobbs
Oil & Gas Engineering Committee - Hobbs
State Land Office - Santa Fe**

OIL CONSERVATION COMMISSION

P.O. BOX 2086

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