OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

April 10, 1970

Getty Oil Company P. O. Box 249 Hobbs, New Mexico 88240

Attention: Mr. C. L. Wade

Administrative Order PC-401

Gentlemen:

Reference is made to your application for administrative approval of an exception to Rule 303-A of the Commission Rules and Regulations to permit the commingling of Grayburg-San Andres and Drinkard production on your W. D. Grimes Lease comprising the SE/4 NE/4 and NE/4 SE/4 of Section 29, Township 18 South, Range 38 East, Hobbs Field, Lea County, New Mexico, after separately metering the Drinkard production and determining the Grayburg-San Andres production by means of the subtraction method.

By the authority yested in me under the provisions of Rule 303-B of the Commission Kules 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 the installation is complete in order that an inspection may be made thereof.

It is the responsibility of the producer to notify the transporter of the aforesaid commingling authority.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSN/esr

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