

ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

April 21, 1983

TONEY ANAYA GOVERNOR POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

Amerada Hess Corporation P. O. Drawer D Monument, New Mexico 88265

Attention: Randall L. Howell, Assoc. Petroleum Engineer

Re: Exemption of Quarterly Meter Proving of Commingling Meters

Dear Mr. Howell:

My staff has completed a review of your request to be exempt from quarterly meter proving of commingling meters. Based on such small volumes of hydrocarbons to be measured, we believe a yearly proving of the commingling meters to be sufficient in demonstrating their accuracy. You therefore will be allowed to <u>annually</u> prove the commingling meters for the following leases:

| H. Corrigan #1, #2 | ; #3 | PC-425 |
|--------------------|-------------|------------------|
| State DA | | PC-427 |
| E. W. Walden | | PC-427 PC-430 |
| Eugene Wood | | PC-426 |

Should production from these leases increase by double or more in volume from the present volumes, you should contact the Hobbs District and Santa Fe Division offices so adjustments to the meter proving schedule can be made.

Should you have any questions concerning this decision, contact Gilbert Quintana at (505) 827-5807.

ncerely, OE D. RAMEY Director

JDR/GPQ/dr

cc: Gilbert Quintana Hobbs District Office Administrative Order Nos. PC-425,-426,-427,-430