OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

Augus' . 1968

F. C. Box 249 Bobbs, New Mexico 98240

Attention: Mr. C. L. Wade

Administrative Order PLC-33 and CANCELLATION Administrative Order CT9-32

Gentlemen:

Reference is made to your application dated July 10, 1969, for administrative authority to commingle Slinebry, Tubb-Drinkard, Ellenburger, Montoys, and Fusselman production on your A. B. Costes "C" and "D" Leases in Section 24, Township 25 South, Range 37 East, Lea County, New Mexico. It is our understanding that all production grow both leases is of common ownership; further that all production with the exception of the Ellenburger on the "C" lease and the Alinebry on the "C" lease is of marginal nature and that you therefore propose to commingle in the following manner:

System No. 1: Commingle "C" Ellenburger, Hontoya, and Fusselman production after separately metering the Ellenburger production and determining total Montoya and Pusselman production by means of the subtraction method. Allocation of this total would then be to each pool and each lease on the basis of net of computer tests.

System No. 2: Commingle "C" blinebry and Tubo-Drinkard production and "D" Blinebry and Tubo-Drinkard production after separately metering the Blinebry production and determining the total Tubo-Drinkard production by means of the subtraction method.

Allocation to each of the two leases would then be on the basis of monthly net oil computer lease.

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August 5, 1969

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

> Administrative Order PLC-33 and CANCELLATION Administrative Order CTS-32

Pursuant to the authority grants me under the provisions of Rule 303 (b) and Rule 309-8 of the Commission Rules and Regulations, you are hereby authorized to commingle the production from the aferesaid pools and leases 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 Commission Facilities," including the requirement for non-reset counters on the meters, and that you shall notify the Commission in the event that any of the production which is now of marginal nature should become capable of top allowable. You are further requested to notify the Hobbs District Office of the Commission at such time as the revision of the installation is complete in order that an inspection may be made thereof.

Administrative Order CTB-32 dated September 25, 1958, which authorized certain commingling on the subject leases, is hereby superseded, and Commission Orders Nos. R-1297 and R-1330-A, which also authorized certain commingling on these leases, are hereby put in absyance.

It is the responsibility of the producer to noticy the transporter of this commingling authority.

Very truly yours.

A. L. PORTER, Jr. Seretary-Director

ALP/DSB/esz

cc: Oil Conservation Commission (with enclosure) - Hombs Oil & Gas Engineering Committee - Hobbs United States Geological Survey - Roswell