

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

April 19, 1963

**Mr. John F. Russell
Attorney at Law
P. O. Drawer 640
Roswell, New Mexico**

Administrative Order CTB-104

Dear Sir:

Reference is made to your application dated April 2, 1963, for administrative approval of an exception to Rule 309-A of the Commission Rules and Regulations to permit Texas Pacific Coal and Oil Company to commingle the Langlie-Mattix production from State of New Mexico A-983 Lease comprising the E/2 NE/4, E/2 SE/4, and SW/4 SE/4 of Section 10, Township 23 South, Range 36 East and State of New Mexico B-1484 Lease comprising the W/2 NE/4 and the NW/4 SE/4 of said Section 10, Lea County, New Mexico, allocating the production to each lease on the basis of periodic well tests.

It is our understanding that Lease No. A-983 is owned by Texas Pacific Coal and Oil Company and Lease No. B-1484 is owned by Cities Service Oil Company. However, the operation of these leases is covered by an operating agreement entered into by the aforesaid companies, a copy of which was furnished the Commissioner of Public Lands for the State of New Mexico. It is our understanding that there is a single common beneficiary of the state lease lands involved, and that the Commissioner of Public Lands has approved the proposed commingling.

Under the authority granted me pursuant to Rule 309-B, Texas Pacific Coal and Oil Company is hereby authorized to commingle the above-described production as proposed, subject to the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities."

Very truly yours,

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

ALP/DSM/ear

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