OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

November 5, 1964

COPY

Amerada Petroleum Corporation
Box 668
Hobbs, New Mexico

Attention: Mr. D. C. Capps

Administrative Order CTB-131

Gentlemen:

Reference is made to your application dated October 21, 1964, for administrative approval of an exception to Rule 309-A of the Commission Rules and Regulations to permit the commingling of oil produced from the Saunders Pool on your State SC Lease comprising the NE/4 NE/4 of Section 3 and your State SDB Lease comprising the W/2 of Section 2, all in Township 15 South, Range 33 East, Lea County, New Mexico. It is our understanding that each of these leases has a common working interest and that the royalty interest is also common throughout, and that you therefore propose to allocate the production to the leases on the basis of periodic well tests.

Under the authority granted me pursuant to Rule 309-B, you are 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/DSN/esr

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