

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

April 11, 1969

Henry Engineering
807 First National Bank Building
Midland, Texas 79701

C Attention: Mr. Robert H. Angevine

Administrative Order CTB-197

Gentlemen:

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Y
Reference is made to your application dated March 25, 1969, for administrative approval of an exception to Rule 309-A of the Commission Rules and Regulations to permit the commingling of liquid hydrocarbons produced by David Fasken's Indian Hills Unit Gas Com. Well No. 6 and Indian Hills Unit Well No. 7 at a central point in Section 17, Township 21 South, Range 24 East, Eddy County, New Mexico. Further, you seek authority after metering the gas production from said wells to re-combine the streams and to commingle said gas with the gas produced from three other wells at a central point in Section 5, Township 21 South, Range 24 East, which were previously approved for commingling by Commission Order No. R-3395.

David Fasken is hereby authorized to commingle the liquids and to commingle the gas production in the manner described in your letter dated March 25, 1969, subject to approval by the United States Geological Survey.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/DSN/esr

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

OIL CONSERVATION COMMISSION

P. O. BOX 3088

SANTA FE, NEW MEXICO 87501

Dear Sir:

Reference is made to your letter of 10/15/68.

Enclosed for you are two copies of the

report of the Commission dated 10/15/68.

The Commission has reviewed the information submitted to it and has concluded that the proposed project is not in the public interest. The Commission's decision is based on the fact that the project would result in the depletion of the State's oil resources and would be detrimental to the State's economy. The Commission has also noted that the project would result in the loss of jobs and income to the State's citizens. Therefore, the Commission has recommended that the project be denied.

If you have any questions regarding this decision, please contact the Commission at the address above. We appreciate your cooperation in this matter.

Sincerely,
Chairman

Enclosure
10/15/68

(Name in parentheses) - (Address) - (City) - (State) - (Zip)