

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

August 18, 1970

Continental Oil Company
P. O. Box 460
Hobbs, New Mexico 88240

Attention: Mr. L. P. Thompson

Administrative Order CTB-214

Gentlemen:

Reference is made to your application for administrative approval of an exception to Rule 309-A of the Commission Rules and Regulations to permit the commingling of Langlie-Mattix production from your Jack A-29 Lease and your Jack B-29 Lease, both in Section 29, Township 24 South, Range 37 East, Lea County, New Mexico, after separately metering the production from the Jack A-29 Lease and determining the Jack B-29 production by means of the subtraction method.

It is our understanding that the ownership of both leases is identical throughout but that because of a difference in royalty schedule applicable to the two Federal leases the above-described method of measurement is being proposed to satisfy a requirement of the United States Geological Survey.

Under the authority granted me pursuant to Rule 309-B, Continental 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," including the requirement for non-reset counters on the meters. Please notify the Hobbs District Office of the Commission at such time as this installation is complete in order that an inspection may be made thereof.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/DSN/esr

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

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

August 18, 1970

Continental Oil Company

P. O. Box 208

Norman, New Mexico 88340

Attention: Mr. E. W. Thompson

Administrative Order CIB-214

Re: Permit

Reference is made to your application for administrative approval of an exception to Rule 309-A of the Commission Rules and Regulations to permit the commingling of Landis-Martin production from your Jack A-29 Lease and your Jack B-29 Lease, both in Section 29, Township 44 South, Range 37 East, Las County, New Mexico, which separately meter the production from the Jack A-29 Lease and determine the Jack B-29 production by means of the substitution method.

It is our understanding that the ownership of both leases is identical throughout but that because of a difference in royalty schedule applicable to the two Federal leases the above described method of measurement is being proposed to satisfy a requirement of the United States Geological Survey.

Under the authority granted me pursuant to Rule 309-A, Continental 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," including the requirement for non-reversal meters on the meters. Please notify the Hobbs District Office of the Commission at such time as this installation is complete in order that an inspection may be made thereof.

Very truly yours,

L. L. FORTER, Jr.
Secretary-Director

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED

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