## OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE. NEW MEXICO 87501

December 17, 1970

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

Attention: Mr. L. P. Thompson

Administrative Order CTB-217

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 Scarborough Pool production from your McCallister "A" and McCallister "B" Leases in Sections 24 and 25, Township 26 South, Range 36 East, Lea County, New Maxico, after separately metering the production from each lease.

Under the authority granted me pursuant to Rule 309-B, Continental Gil 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 Commission 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.

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

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