OIL CONSERVATION COMMISSION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

June 22, 1971

Shell Oil Company
P. O. Box 1810
Midland, Texas 79701

Attention: Mr. M. W. Jones

Re: Administrative Order CTB-224

COPY

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 Vacuum-Glorieta production from your State A, B, F, D, and E leases in Sections 29, 30 and 31, Township 17 South, Range 35 East, Lea County, New Mexico, allocating the production on the basis of periodic well tests. It is our understanding that the ownership of these leases is identical throughout, including working interest, royalty, and overriding royalty.

Under the authority granted me pursuant to Rule 309-B, Shell 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."

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/dr
cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering - Hobbs
State Land Office - Santa Fe

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