

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

April 27, 1961

Skelly Oil Company
P. O. Box 38
Hobbs, New Mexico

Attention: Mr. J. N. Dunlavey

Administrative Order PC-30

Gentlemen:

Reference is made to your application for administrative approval of an exception to Rule 303A of the Commission Rules and Regulations to permit the commingling of the oil production from the Justis-Blinebry Oil Pool and the Justis-Tubb-Drinkard Pool from all wells presently completed or hereafter drilled on the Las Cruces "C" lease consisting of the SW/4 NE/4 of Section 23, Township 25 South, Range 37 East, Lea County, New Mexico, after separately metering the production from each pool.

By the authority vested in me under the provisions of Rule 303 (b) of the Commission Rules and Regulations, you are hereby authorized to commingle the production as outlined in your application and in the paragraph above.

All meters shall be operated and maintained in such a manner as to ensure an accurate measurement of the liquid hydrocarbon production at all times. All meters shall be checked for accuracy at lease once each month until further direction by the Secretary-Director. All meters shall be calibrated against a master meter or against a test tank of measured volume and the

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results of such calibration shall be filed with the Commission on the Commission form entitled "Meter Test Report."

In view of the fact that the Commission has appointed an industry committee to study all phases of commingling and recommend minimum standards to prevent abuses, it may be that this installation will, at a later date, have to be revised to conform to such standards.

Very truly yours,

A. L. PORTER, Jr.,
Secretary-Director

ALP/RSM/og

cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs