OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

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August 11, 1961

Mobil Oil Company
P. O. Box 2406
Hobbs, New Mexico

Attention: Mr. C. H. Samples

Administrative Order PC-36

Gentlemen:

Reference is made to your application for administrative approval of an exception to Rule 303-A of the Commission Rules and Regulations to permit the commingling of the Devonian and Wolfcamp production from the State "S" Lease comprising Lot 2, Section 2, Township 16 South, Range 32 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 equipped with non-reset totalizers and 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

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least 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 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

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