

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

October 31, 1962

**Gulf Oil Corporation
P. O. Box 2167
Hobbs, New Mexico**

Attention: Mr. C. D. Borland

Administrative Order PC-106

Gentlemen:

Reference is made to your application dated October 26, 1962, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of the production from the Gladiola-Wolfcamp and the Gladiola-Devonian Pools on your Lea State "AV" Lease comprising the NW/4 of Section 19, Township 12 South, Range 38 East, Lea County, New Mexico, without separately metering the production from either pool and allocating production to each on the basis of monthly well tests.

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 from the aforesaid pools on said lease in the above-described manner. Provided however, that the installation shall be operated in accordance with the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities"; and provided further however, that you shall immediately notify the Commission at such time as any well in either pool is capable of top allowable production.

Very truly yours,

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

ALP/DSM/esr

**cc: Oil Conservation Commission (with enclosure) - Hobbs
Oil & Gas Engineering Committee - Hobbs
State Land Office - Santa Fe**

October 31, 1962

Gulf Oil Corporation
P. O. Drawer 1938
Roswell, New Mexico

Attn: H. I. Taylor

Gentlemen:

Your request to commingle the production from the Lea-State "AV" lease (portion of State Lease No. A-11589) described as the NW $\frac{1}{4}$ of Section 19, Township 12S, Range 18E, Lea County, New Mexico, is hereby approved.

Since you state that the value of the commingled production will be greater; further, there is no division of royalty interest, we have no reason to object to the proposal.

Thank you for submitting the information on the matter.

Very truly yours,

E. S. JOHNNY WALKER
COMMISSIONER OF PUBLIC LANDS

By:
TED BILBERRY, Supervisor
Oil and Gas Department

EW/TB/pb
cc: Oil Conservation Commission