

**OIL CONSERVATION COMMISSION**

**P. O. BOX 871**

**SANTA FE, NEW MEXICO**

**March 1, 1963**

**Shell Oil Company  
P. O. Box 1858  
Roswell, New Mexico**

**Attention: Mr. R. L. Rankin**

**Administrative Order PC-127**

**Gentlemen:**

Reference is made to your application dated February 1, 1963, 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 Penrose-Skelly Pool and the Paddock Pool on your Long Lease comprising the SW/4 of Section 11, Township 22 South, Range 37 East, Lea County, New Mexico, after separately metering the production from the Penrose-Skelly Pool and determining the Paddock production by means of the subtraction method.

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," including the requirement for non-reset counters on the meters.

**Very truly yours,**

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

**ALP/DSM/esr**

**cc: Oil Conservation Commission (with enclosure) - Hobbs  
Oil & Gas Engineering Committee - Hobbs**

SANTA FE, NEW MEXICO

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