

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

April 15, 1964

C
Continental Oil Company
P.O. Box 460
Hobbs, New Mexico

Attention: Mr. A. B. Slaybaugh

Amendment
Administrative Order PC-173

Gentlemen:

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Y
Reference is made to your letter of April 9, 1964, wherein you request an amendment to Administrative Order PC-173 to permit the commingling of Tubb and Blinebry gas well liquids with the Blinebry and Drinkard oil production previously authorized to be commingled on your Lockhart B 35 Lease, Lea County, New Mexico, after separately metering the Blinebry oil production from Well No. 3, Blinebry distillate production from Well No. 2, Tubb distillate and Drinkard oil production from Well No. 1, and Blinebry oil production from Well No. 1, and determining Drinkard oil production from Wells Nos. 2, 3, and 4 by means of the subtraction method. It is our understanding that this rather unusual arrangement of metering facilities is necessitated by the fact that the Blinebry oil production is top allowable, and that the production from all zones in Well No. 1 must be separately measured because of a difference in the royalty rate applicable to that 40-acre tract.

Administrative Order PC-173 is hereby amended to permit the commingling described above, and to permit the inclusion of Well No. 2 in the metering facilities provided for Blinebry Well No. 3 upon recompletion of said well from the Blinebry Gas Pool to the Blinebry Oil Pool.

Very truly yours,

A. L. Porter, Jr.
Secretary-Director

ALP:DSN:sg

cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
Oil & Gas Accounting Commission - Santa Fe
United States Geological Survey - Roswell