

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

December 27, 1963

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Sinclair Oil & Gas Company
520 East Broadway
Hobbs, New Mexico

Attention: Mr. Fred Burns

Administrative Order PC-176

Gentlemen:

Reference is made to your application dated November 22, 1963, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of Dollarhide-Queen and Dollarhide-Drinkard production on your J. H. McClure "B" Lease comprising the NE/4, N/2 SE/4, and SE/4 SE/4 of Section 19, and the NE/4 NE/4 of Section 30, Township 24 South, Range 38 East, Lea County, New Mexico, allocating the production on the basis of periodic well tests. It is our understanding that all of the production from both of the aforesaid pools is of marginal nature.

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, that you shall immediately notify the Commission at such time as any well in either of the aforesaid pools 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
United States Geological Survey - Roswell