

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

February 27, 1964

Texaco Inc.
Drawer 728
Hobbs, New Mexico

Attention: Mr. J. G. Blevins, Jr.

Administrative Order PC-196

Gentleman:

Reference is made to your application dated February 13, 1964, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of Drinkard and Devonian production on your J. B. McGhee Lease comprising the s/2 of Section 31, Township 24 South, Range 18 East, Dollarhide Field, Lea County, New Mexico, allocating the production on the basis of periodic well tests. It is our understanding that the production from both of said 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 notify the Commission at such time as 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