

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

June 25, 1964

Mobil Oil Company  
P.O. Box 1800  
Hobbs, New Mexico

Attention: Mr. I. A. Davis

Administrative Order PC-217

Gentlemen:

Reference is made to your application dated June 2, 1964, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of Vacuum Abo and Vacuum Glorieta production on your State "M" Lease comprising the NW/4 of Section 34, Township 17 South, Range 35 East, Lea County, New Mexico, after separately metering the Glorieta production and determining the Abo 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. Please notify the Hobbs District Office of the Commission at such time as this installation is complete in order that an inspection may be made of the installation prior to putting it in operation.

Very truly yours,

A. I. Porter, Jr.  
Secretary-Director

ALF:DSN:sg

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



June 25, 1964

PC - 217  
State "M"

Mobil Oil Company  
P. O. Box 1800  
Hobbs, New Mexico, 88240

Attention: Mr. L. A. Davis

Re: Request for Approval to Commingle  
VACUUM ABC NORTH and VACUUM GLORIETA  
Pools in New Mexico State Lease  
No. 7-2273, NW1/4 of Sec. 34, 21S, 35E,  
Lea County, New Mexico

Gentlemen:

Reference is made to your letter of June 2, 1964, in which you have requested approval to commingle production in the VACUUM ABC NORTH and VACUUM GLORIETA Pools in the subject lease.

Please be advised that Mobil Oil Company may proceed with this commingling project, with the approval of the New Mexico State Land Office. Upon completion of the installation of the common tankage equipment and accessories, but before they are put into operation, we should like to request that Mobil notify this office of the completion, so that an inspection of the installed equipment might be accomplished. This approval is contingent upon the condition that the Oil and Gas Division shall be notified of any changes or alteration in the system design, and that the Commissioner of Public Lands reserves the right to review this decision if and when commingling appears to reduce the royalty due to the State of New Mexico.