

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

August 4, 1964

Texaco Inc
Drawer 728
Hobbs, New Mexico

Attention: Mr. H. D. Raymond

Administrative Order PC-220

Gentlemen:

Reference is made to your application dated July 15, 1964, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of North Abo, Wolfcamp, and Upper Pennsylvanian production on your Shell State Lease comprising the N/2 SE/4 of Section 25, Township 17 South, Range 34 East, Vacuum Field, Lea County, New Mexico, after separately metering the North Abo and Wolfcamp production and determining the Upper Pennsylvanian 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. You are also reminded that in the event of further development in these pools and the installation of a testing loop for any of the zones, an amended schematic diagram would be necessary. 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. L. Forter, Jr.
Secretary-Director

ALP:DSN:sg

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

