

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

September 4, 1964

C
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P
Y

Shell Oil Company
P. O. Box 1858
Roswell, New Mexico

Attention: Mr. T. H. Dwyer

Administrative Order #C-227

Gentlemen:

Reference is made to your application dated August 24, 1964, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of Glorieta and San Andres production on your State N Lease comprising the $3/2$ NE/4 and $5a/4$ NE/4 of Section 28, Township 17 South, Range 35 East, Vacuum Field, Lea County, New Mexico, after separately metering the Glorieta production and determining the San Andres 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. L. Porter, Jr.
Secretary-Director

ALP:DoN:sg

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