

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

May 19, 1965

C
Sinclair Oil & Gas Company
P. O. Box 1920
Hobbs, New Mexico

Attention: Mr. W. F. Burns

Administrative Order IC-261

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Gentlemen:

P
Reference is made to your application dated April 26, 1965, for administrative approval of an exception to Rule 303 (a) of the Commission's Rules and Regulations to permit the commingling of Blinebry and Drinkard production on your State 367 Lease comprising the N/2 S/2, SW/4 W/4, and E/2 NE/4 of Section 36, Township 21 South, Range 37 East, Lea County, New Mexico, after separately metering the Drinkard production and determining the Blinebry production by means of the subtraction method.

Y
By the authority vested in me under the provisions of Rule 303 (b) of the Commission's 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's 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 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,

J. L. 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

