

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

July 27, 1965

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

Attention: Mr. S. B. Deal

Administrative Order PC-273

Gentlemen:

Reference is made to your application dated June 21, 1965, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of Wantz Abo and Blinebry production on your Rinewalt Lease comprising the E/2 NW/4 of Section 4, Township 22 South, Range 17 East, Lea County, New Mexico, allocating the production on the basis of periodic well tests. It is our understanding that all wells in both pools on said lease are 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 any well in either of the aforesaid pools is capable of top allowable production.

Very truly yours,

A. L. Porter, Jr.
Secretary-Director

ALP:DSN:sg

cc: Oil Conservation Commission (with enclosure) Hobbs
Oil & Gas Engineering Committee - Hobbs