

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

August 4, 1969

Continental Oil Company
P. O. Box 460
Hobbs, New Mexico 88240

Attention: Mr. L. P. Thompson

Administrative Order PC-385

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Gentlemen:

Reference is made to your application dated June 20, 1969, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of Devonian and Wolfcamp oil and Morrow condensate from your Anderson Ranch Unit, Anderson Ranch Field, Lea County, New Mexico, after separately metering the Morrow condensate production and determining the Wolfcamp and Devonian total production by means of the subtraction method, allocating final production to each zone on the basis of periodic well tests. It is our understanding that the Wolfcamp and Devonian production is of marginal nature in this Unit.

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 in said Unit 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 a non-reset counter on the meter. Further, that you shall notify the Commission at such time as either the Wolfcamp or Devonian zone is capable of top allowable production.

It is the responsibility of the producer to notify the transporter of this commingling authority.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/DSH/esr

cc: Oil Conservation Commission (With Enclosure) - Hobbs
Oil & Gas Engineering Committee - Hobbs

State Land
Office - SF

