

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

April 10, 1970

Texas Pacific Oil Company, Inc.
P. O. Box 1069
Hobbs, New Mexico 88240

Attention: Mr. Sheldon Ward

Administrative Order PC-399

C
Gentlemen:

O
Reference is made to your application for administrative approval of an exception to Rule 303-A of the Commission Rules and Regulations to permit the commingling of North Bagley-Upper Pennsylvanian and North Bagley-Lower Pennsylvanian production on your State "C" A/c-2 Lease comprising the NE/4 of Section 4, Township 12 South, Range 33 East, Lea County, New Mexico, allocating the production on the basis of periodic well tests. It is our understanding that the production from both pools is of marginal nature.

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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.

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

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/DSN/esr

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

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April 3, 1970

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Y

Texas Pacific Oil Company, Inc.
P. O. Box 1069
Hobbs, New Mexico 88240

Re: Commingling Installation
State "C" A/c-2 Lease
Sec. 4, T-12-S; R-33-E
Lea County, New Mexico

ATTENTION: Mr. Sheldon Ward

Gentlemen:

Reference is made to your application dated March 31, 1970 requesting approval to commingle production from State "C" A/c-2 Lease, located in Section 4, Township 12 South, Range 33 East, Lea County, New Mexico. This lease contains two oil wells, Well # 1 is a North Bagley Upper Penn producer and Well # 2 a North Bagley Lower Penn producer. These two pools will be commingled to produce in common facilities, the production being commonly owned.

You are hereby given approval to the above request. Any deviation from your proposed request will be reason to cancel approval.

This approval is subject to like approval by the New Mexico Oil Conservation Commission.

Please remit a ten (\$10.00) Dollar filing fee.

Very truly yours,

Ted Bilberry, Director
Oil and Gas Department

TB/ML/s

cc: OCC-Santa Fe, New Mexico

SECRET

THE SECRETARY OF DEFENSE
WASHINGTON, D.C.

MEMORANDUM FOR THE SECRETARY OF DEFENSE
SUBJECT: [Illegible]

DATE: [Illegible]

[Illegible text block]

SECRET