OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

April 10, 1970

Gulf Oil Corporation
P. O. Box 670
Hobbs, New Mexico 88240

Attention: Mr. C. D. Borland

Administrative Order PC-400

Gentlemen:

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 Tubb condensate production and Drinkard oil production from your Lee Stebbins (NCT-B) Lease comprising the N/2 NE/4 of Section 5, Township 22 South, Range 37 East, Lea County, New Mexico, allocating the production on the basis of periodic well tests. It is our understanding that all production from the aforesaid lease is 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.

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

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Galf Oil Comporation

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Mubble, New Meraco 38240

Attension: Ms. C. L. Borland

Afterniateactive Order PC-460

Genclemen:

Relevance is rade to your application for administrative approval of an exception to kule 363-A or the Commission kules and Resulations to parkit the commission of furth condensate production and Drinkard oil production from your Lee Stebbins (NCT-B) Lease corpolation the Mf 18/4 of Section 1, Townshitte Jouth, kange 37 Mach, Lea Councy, key Mexico, allocation the pasie of periodic well tests. It is our understanding that all production from the aforestic lease the carginal mature.

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A. L. PORIUR, Jr. Secretary-Fired or

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