OIL CONSERVATION COMMISSION

P. O. BOX 871 SANTA FE, NEW MEXICO

May 21, 1960

Skelly Oil Company Box 38 Hobbs, New Mexico

Attention: Mr. J. N. Duniesvy

Administrative Order No. CTB-54

Gentlemen:

Reference is made to your application for administrative approval of an exception to Rule 309(a) of the Rules and Regulations of the Oil Conservation Commission to permit the commingling of the oil produced from the following described State of New Mexico oil and gas leases in the Bollarhide-Pusselman Pool, Lea County, New Mexico, to-wit:

Mexico "J" Lease (B-9311) comprising 8/2 Section 32, Township 24 South, Range 38 East, HMSM

Mexico "L" Lease (8-9312) comprising M/2 Section 5, Yearship 25 South, Range 38 East, MARM

By the authority vested in me under the provisions of Rule 309(b) of the Rules and Regulations of the Oil Conservation Commission of the State of New Mexico, I hereby authorize you to commingle the production from the above-described leases from the Dollarhide-Fusselman Pool in a common tank battery.

Mothing contained herein shall be construed as authorizing the production of more than 16 wells into a single tank battery.

Very truly yours,

A. L. PORTER, Jr., Secretary-Director

ALP/DSE/og

cc: Oil Conservation Commission - Hobbs

O & G Engineering Committee - Hobbs