

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

June 21, 1967

C
O
P
Y

Gulf Oil Corporation
P. O. Drawer 1938
Roswell, New Mexico

Attention: Mr. M. I. Taylor

Administrative Order CTB-173

Gentlemen:

Reference is made to your application dated June 12, 1967, for administrative approval of an exception to Rule 309-A of the Commission Rules and Regulations to permit the commingling of North Bagley-Lower Pennsylvanian production from your Lea State "OE" Well No. 1, located in the SW/4 SE/4 of Section 9, and from your State "HP" Well No. 1, located in the NW/4 NE/4 of Section 15, all in Township 11 South, Range 33 East, Lea County, New Mexico, after separately metering the production from each lease. It is our understanding that although the ownership of these leases is identical throughout, you intend to meter the production by means of dump-type meters to comply with the regulations of the Commissioner of Public Lands for the State of New Mexico. Further, that the test line shown on the schematic diagram going from the State "OE" leg of the installation, thence connected to the State "HP" leg and into the bad oil return line will be eliminated.

Under the authority granted me pursuant to Rule 309-B, Gulf Oil Corporation is hereby authorized to commingle the

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

-2-

June 21, 1967

**Gulf Oil Corporation
P. O. Drawer 1938
Roswell, New Mexico**

Administrative Order CTB-173

above-described production as proposed, subject to the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities," including the requirement for non-reset counters on the meters.

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**

C
O
P
Y