OIL CONSERVATION COMMISSION

P. O. BOX 871 SANTA FE, NEW MEXICO

February 8, 1961

Shell Oil Company P. O. Box 845 Roswell, New Mexico

Attention: Mr. R. L. Rankin

Administrative Order PC-23

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 the oil production from the Drinkard Pool and the Blinebry Pool from all wells presently completed or hereafter drilled on your Carl H. Livingston lease, located in Section 3 and 4, Township 21 South, Range 37 East, Lea County, New Mexico, after separately metering the production from each pool.

Authorization to commingle such production after separate metering is hereby approved pursuant to Rule 303 (b) of the Commission Rules and Regulations; provided, however, that check valves and other equipment shall be installed which will insure against the accidental commingling of oil prior to measurement; provided further, that a diagrammatic sketch of the installation shall be furnished to the Commission upon completion.

All meters shall be operated and maintained in such a manner as to ensure an accurate measurement of the liquid hydrocarbon production at all times. All meters shall be checked

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for accuracy at least once each month until further direction by the Secretary-Director. All meters shall be calibrated against a master meter or against a test tank of measured volume and the results of such calibration shall be filed with the Commission on the Commission form entitled "Meter Test Report."

Very truly yours,

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

ALP/OEP/og

cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs