## OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

March 4, 1963

Texaco Inc. P. O. Box 728 Hobbs, New Mexico

Attention: Mr. H. D. Raymond

Re: Administrative Order PC-96 Administrative Order PC-108 Administrative Order CTB-95

Gentlemen:

Reference is made to your letter dated January 8, 1963, wherein you request that Administrative Order FC-96, dated September 5, 1962, as amended by our letter of October 31, 1962, be reinstated to authorize the commingling of the Blinebry, Tubb-Drinkard, and Fusselman production on your C. C. Fristos (b) NCT-2 Lease, North Justis Field, Lea County, New Mexico, after separately metering the production from the Tubb-Drinkard and the Fusselman Pools and determining the Blinebry production by means of the subtraction method. You further request that Administrative Order PC-108 and CTB-95, dated December 3, 1962, be cancelled.

Inasmuch as the issuance of PC-108 and CTB-95 had the effect of amending PC-96, and they are now being cancelled, it is our interpretation that Administrative Order PC-96, as amended October 31, 1962, is automatically reinstated and in full force and effect.

Texaco Inc. is therefore authorized to commingle the Blinebry, Tubb-Drinkard, and Fusselman production underlying the subject lease after separately metering the Tubb-Drinkard and the Fusselman production and determining the Blinebry production by means of the subtraction method. Provided however, that the installation shall be operated in accordance with the provisions of the Commission

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"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 enclosures) - Hobbs Oil & Gas Engineering Committee - Hobbs United States Geological Survey - Roswell