OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

August 7, 1963

Humble Oil & Refining Company P. O. Box 2100 Hobbs, New Mexico

Attention: Mr. R. R. Alworth

AMENDMENT

Administrative Order PC-137

Gentlemen:

Reference is made to your letter of July 25, 1963, wherein you have requested an amendment to Administrative Order PC-137 to permit the commingling of Wantz-Abo production with the Blinebry Oil Pool, Granite Wash Oil Pool, and Drinkard Pool production on your State "S" Lease comprising all of Section 2, Township 22 South, Range 37 East, Lea County, New Mexico, which is already commingled under authority of Administrative Order PC-137 as amended by our letter of July 10, 1963. It is our understanding that the Blinebry, Granite Wash, and Wantz-Abo production will be separately metered prior to commingling, and that Drinkard production will be determined by means of the subtraction method.

By the authority vested in me under the provisions of Rule 303 (b) of the Commission Rules and Regulations, Administrative Order PC-137 is hereby amended and you are authorized to commingle the production from the aforesaid four 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," including the requirement for non-reset counters on the meters. You are also requested to notify the Hobbs District Office of the Commission at such time as this installation is complete in order that a field inspection of the installation may be made prior to putting it in operation.

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