

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

April 19, 1963

C
O
P
Y

Gulf Oil Corporation
P O. Box 2167
Hobbs, New Mexico

Attention: Mr. C. D. Borland

Administrative Order PC-138

Gentlemen:

Reference is made to your application dated March 22, 1963, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of the production from the Drinkard and Terry-Blinebry Pools on your Nancy Stephens Lease comprising the NW/4 of Section 24, Township 21 South, Range 37 East, Lea County, New Mexico, after separately metering the Drinkard production and determining the Terry-Blinebry production 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, you are hereby authorized to commingle the production from the aforesaid 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.

Very truly yours,

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

ALP/DSN/esr

cc: Oil Conservation Commission (with enclosure) - Hobbs
Oil & Gas Engineering Committee - Hobbs