OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE. NEW MEXICO

July 10, 1963

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

Attention: Mr. C. D. Borland

Administrative Order PC-148

Gentlemen:

Reference is made to your application dated May 13, 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 Gil Center-Blinebry and Eunice Pools on your Heasley State Lease comprising Lots 1 through 6 of Section 5, Township 21 South, Range 36 East, Lea County, New Mexico, allocating the production on the basis of periodic tests. It is our understanding that all wells producing on this lease from both of these pools are marginal producers.

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"; and provided further that you shall immediately notify the Commission at such time as any well in either pool is capable of top allowable production.

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

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