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

October 3, 1963

Nash, Windfohr & Brown First National Bank Building Fort Worth, Texas

Attention: Mr. R. F. Windfohr

Administrative Order PC-162

Gentlemen:

Reference is made to your application dated October 1, 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 Grayburg-Jackson and Fren Pools on your Jackson B Lease located in the SE/4 NE/4, N/2 SE/4, and SE/4 SE/4 of Section 24, Township 17 South, Range 30 East, Eddy County, New Mexico, allocating the production on the basis of periodic well tests. It is our understanding that the production from both of the aforesaid pools is of marginal nature.

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 however, 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-Diractor

ALP/DSN/esr

cc: Oil Conservation Commission (with enclosure) - Artesia Oil & Gas Engineering Committee - Hobbs United States Geological Survey - Roswell