OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

September 24, 1968

Continental Oil Company P. O. Bex 460 Hobbs, New Mexico 88240

Attention: Mr. L. P. Thompson

## AMENDMENT

Administrative Order PC-169

Gentlemen:

Reference is made to your application dated September 4, 1968, wherein you request the amendment of Administrative Order PC-169 which, as amended, permits the commingling of Drinkard and Blinebry oil production and Blinebry distillate on your Lockhart A-35 Lease after separately metering the Blinebry distillate and Drinkard oil and determining the Blinebry oil by means of the subtraction method.

It is our understanding that you now propose to include marginal Wants-Abo production in with the marginal Blinebry oil production and to commingle said production with the Blinebry distillate and the Drinkard eil after separately metering the Blinebry distillate and the Drinkard oil and determining the combined Blinebry oil and Wants-Abo eil by means of the subtraction method, allocating the production to each of the two pools then on the basis of periodic well tests.

Administrative Order PC-169 is hereby amended to permit the aforesaid commingling in the above-described manner.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/BSM/esr

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