

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

*application for  
exception to rule 303  
12-17-63 psc*

December 4, 1963

C Shell Oil Company  
P. O. Box 1838  
Roswell, New Mexico

Attention: Mr. T. H. Dwyer

Administrative Order PC-170

O Gentlemen:

P Reference is made to your application dated October 31, 1963, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of Paddock and San Andres production on your State V Lease comprising the E/2 SE/4 of Section 27, Township 17 South, Range 35 East, Vacuum Field, Lea County, New Mexico, after separately metering the Paddock production and determining the San Andres production by means of the subtraction method.

Y 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 a non-reset counter on the meter, and provided further that you shall notify the Hobbs District Office of the Commission at such time as this installation is complete in order that a field inspection may be made of the installation prior to putting it in operation.

Very truly yours,

A. L. PORTER, Jr.  
Secretary-Director

ALP/DSH/esr

cc: Oil Conservation Commission (with enclosure) - Hobbs  
Oil & Gas Engineering Committee - Hobbs  
State Land Office - Santa Fe