

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

December 27, 1963

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Y

Shell Oil Company
P. O. Box 1858
Roswell, New Mexico

Attention: Mr. T. H. Dwyer

AMENDMENT
Administrative Order PC-170

Gentlemen:

Reference is made to your letter of December 17, 1963, wherein you request an amendment to Administrative Order PC-170 to permit the commingling of Yates production with Paddock and San Andres production on your State "V" Lease located in the E/2 SE/4 of Section 27, Township 17 South, Range 35 East, Vacuum Field, Lea County, New Mexico. Administrative Order PC-170 authorized the commingling of the Paddock and San Andres production after separately metering the Paddock production and determining the San Andres production by means of the subtraction method. It is our understanding that you now wish to continuously meter and sample the Yates and Paddock production and continue to determine the San Andres 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, Administrative Order PC-170 is hereby amended and you are authorized to commingle the production from all three of 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, 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/DSM/esr

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