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

April 15, 1964

Cities Service Oil Company P.O. Box 97 Hobbs, New Mexico

Attention: Mr. E. F. Motter

## Administrative Order PC-206

## Gentlemen:

Reference is made to your application dated March 23, 1964, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of Blinebry and Drinkard oil and Tubb distillate production on your Owen Lease comprising the SE/4 of Section 35, Township 21 South, Range 37 East, Lea County, New Mexico, after separately metering the Blinebry oil production and determining the combined Drinkard and Tubb production by means of the subtraction method, allocating the combined production to each well on the basis of periodic well tests.

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 notify the Commission at such time as any well in the Drinkard Oil Pool becomes capable of top allowable production.

Very truly yours,

A. L. Porter, Jr. Secretary-Director

ALF: DSN: sg

cc: Oil Conservation Commission - Hobbs Oil & Gas Engineering Committee - Hobbs Oil & Gas Accounting Commission - Santa Fe

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