OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE. NEW MEXICO

May 24, 1965

Tenneco Oil Company P. O. Box 1714 Durango, Colorado

Attention: Mr. J. D. Hicks

Administrative Order PC-264

Gentlemen:

Reference is made application dated April 14, 1965, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of distillate produced from the Basin Dakota and Blanco Mesaverde Gas Pools from your Jicarilla A-1 Well in Section 18, Township 26 North, Range 5 West, Rio Arriba County, New Mexico, allocating the production on the basis of periodic well tests. It is our understanding that the average production from the Dakota is approximately 37.7 barrels of condensate per million cubic feet and the Mesaverde produces approximately 23 barrels per million. Further, that the ownership of both sones is identical throughout.

By the authority vested in me under the provisions of Rule 303 (b) of the Commission's Rules and Regulations, you are hereby authorized to commingle the condensate 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's Manual for the Installation and Operation of Commingling Facilities,

Very truly yours,

A. L. PORTER, Jr., Secretary-Director

ALP/DSN/og

cc: Oil Conservation Commission - Aztec Oil & Gas Engineering Committee - Hobbs U. S. Geological Survey - Roswell