OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

December 31, 1964

Texaco Inc.
P. O. Box 810
Parmington, New Mexico

Attention: Mr. C. P. Farmer

Administrative Order CTB-137

Gentlemen:

Reference is made to your application dated November 30, 1964, for administrative approval of an exception to Rule 309-A of the Commission's Rules and Regulations to permit the commingling of oil and gas produced from the Tocito-Dome-Pennsylvanian "D" Pool on your Navajo Tribe "AR" Lease comprising Section 27 and your Navajo Tribe "AL" Lease comprising Section 28, Township 26 North, Range 18 West, San Juan County, New Mexico. It is our understanding that each of these leases has a common working interest and that the royalty interest is also common throughout, and that you therefore propose to allocate the production to each of the leases on the basis of periodic well tests.

Under the authority granted me pursuant to Rule 309 (b), you are hereby authorized to commingle the above-described production as proposed, subject to the provisions of the Commission's "Manual for the Installation and Operation of Commingling Facilities."

Very truly yours,

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

ALP/DSM/og

cc: Oil Conservation - Aztec

Oil & Gas Engineering Committee - Hobbs

Oil & Gas Accounting Commission - Santa Fe

U. S. Geological Survey - Roswell