

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

ILLEGIBLE

May 19, 1965

Tenneco Oil Company
P. O. Box 1031
Midland, Texas 79701

Attention: Mr. A. W. Lang

Administrative Order CTB-145

Gentlemen:

Reference is made to your application dated April 23, 1965, for administrative approval of an exception to Rule 309-A of the Commission Rules and Regulations to permit the commingling of oil produced from the Lusk-Strawn Pool on the following leases:

Sweeney Federal Lease - SW/4 Section 13, Township 19 South, Range 31 East, Eddy County.
Jones Federal Lease - SW/4 Section 23, NE/4 SW/4 Section 25, NE/4 and SW/4 Section 26, all in Township 19 South, Range 31 East, Eddy County.
Jones Federal "B" Lease - SE/4 Section 23, NW/4 and SE/4 Section 25, NW/4 and SE/4 Section 26, all in Township 19 South, Range 31 East, Eddy County.
Jones Federal "C" Lease - SW/4 Section 24, Township 19 South, Range 31 East, Eddy County.
Jones Federal "D" Lease - NW/4 Section 24, Township 19 South, Range 31 East, Eddy County.
Jones Federal "E" Lease - NE/4 Section 23, Township 19 South, Range 31 East, Eddy County.
Jones Federal Unit - NE/4 Section 24, Township 19 South, Range 31 East, Eddy County.
Delhi-Federal Lease - NW/4 Section 30, Township 19 South, Range 32 East, Lea County.

In addition to the above-described tracts, you have also requested authority to commingle the Dozier Federal Lease being the SW/4 of Section 14, Township 19 South, Range 31 East, Eddy County, and your Jones Federal Unit "A" being the NW/4 of Section 23, Township 19 South, Range 31 East,

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Eddy County, when production has been established in the latter two leases.

It is our understanding that the production from each lease will be separately metered prior to commingling. Further, that although the leases do not have identical ownership throughout, they are covered by a commingling agreement executed by all parties owning an interest in the leases. Further, that the regional supervisor of the United States Geological Survey has approved the application to commingle.

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," including the requirement for non-reset counters on the meters. You are further requested to notify the Artesia District Office of the Commission at such time as the 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:DSN:sg

cc: Oil Conservation Commission - Hobbs
Oil Conservation Commission - Artesia
Oil & Gas Engineering Committee - Hobbs
United States Geological Survey - Roswell
Oil & Gas Accounting Commission - Santa Fe