OIL CONSERVATION COMMISSION

P. O. BOX 871 SANTA FE, NEW MEXICO

April 6, 1961

Texaco Inc. P. C. Box 352 Midland, Texas

Attention: Mr. F. M. Loop

Administrative Order PC-29

Gentlemen:

Reference is made to your application for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of the oil production from the Blinebry, Tubb, and Drinkard Pools from all wells presently completed or hereafter drilled on the A. H. Blinebry (NCT-1) Lease comprising the N/2 N/2 and 3/2 NW/4 of Section 29, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico, after separately metering the production from each pool.

Authorization to commingle such production as set forth in the diagrammatic sketch accompanying the application is hereby approved pursuant to Rule 303 (b) of the Commission Rules and Regulations, provided, however, that all production meters shall be of a type incorporating a non-reset totalizer.

All meters shall be operated and maintained in such a manner as to ensure an accurate measurement of the liquid hydrocarbon production at all times. All meters shall be

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checked for accuracy at least once each month until further direction by the Secretary-Director. All meters shall be calibrated against a master meter or against a test tank of measured volume and the results of such calibration shall be filed with the Commission on the Commission form entitled "Meter Test Report."

In view of the fact that the Commission has appointed an industry committee to study all phases of commingling and recommend minimum standards to prevent abuses, it may be that this installation will, at a later date, have to be revised to conform to such standards.

Very truly yours,

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

ALP/OEP/og

cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs