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

January 11, 1963

COPY

Shell Oil Company
P. O. Box 1858
Roswell, New Mexico

Attention: Mr. R. L. Rankin

Amendment
Administrative Order PC-52

Gentlemen:

Reference is made to your letter of January 2, 1963, wherein you state that your Priest Lease Well No. 2 is now capable of producing top unit allowable for the Denton-Devonian Pool and that as a result you propose to modify the commingling installation for the Wolfcamp and Devonian zones as shown on the schematic diagram.

It is our understanding that under the proposed method of commingling, the Wolfcamp production will be continuously metered and the Devonian production determined by means of the subtraction method.

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 installations shall be operated in accordance with the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities," including the requirement for non-reset counters on the meters.

Very truly yours,

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

ALP/DSM/esr

cc: Oil Conservation Commission (with enclosure) - Hobbs
Oil & Gas Engineering Committee - Hobbs

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