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

October 4, 1962

Gulf Oil Corporation P. O. Box 2167 Hobbs, New Mexico

Attention: Mr. C. D. Borland

Administrative Order PC-99

Gentiemen:

Reference is made to your application dated September 26, 1962, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of the production from the Drinkard, Blinebry and Paddock Pools on your Graham State (NCT-I) Lease located in the W/2 SW/4 of Section 19, Township 21 South, Range 37 East, Lea County, New Mexico, by metering the production from all but the Blinebry Pool and determining said Blinebry production by means of the sub traction 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 installation 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 meters.

Very truly yours,

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

ALP/DSN/ig

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