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

December 3, 1962

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

Attention: Mr. C. D. Borland

Administrative Order PC-110

Gentlemen:

Reference is made to your application dated November 19, 1962, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of Drinkard, Blinebry, and Paddock production on your Mattern (NCT-A) Lease comprising the 5/2 of Section 24, Township 21 South, Range 36 East, Lea County, New Mexico, after separately metering the Drinkard and Paddock production and determining the Blinebry production 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 installation shall be operated in accordance with the provisions of the Commission "Namual 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/DSR/esr

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