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

July 9, 1963

Texaco Inc. P. O. Box 728 Hobbs, New Mexico

Attention: Mr. H. D. Raymond

Administrative Order PO-146

Gentlemen:

Reference is made to your application dated June 18, 1963, 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 Blinebry, Drinkard, and Devonian Pools, North Justis Field, on your State of New Mexico "B2" Lease comprising the SW/4 of Section 2, Township 25 South, Range 37 East, Lea County, New Mexico, after separately metering the production from each pool.

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 counters on the meters. You are also requested to notify the Hobbs District Office of the Commission at such time as the installation is complete in order that a field inspection of the installation may be made prior to putting it in operation.

Vary truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSN/esr

cc: Oil Conservation Commission (with anclosure) - Hobbs Oil & Gas Engineering Committee - Hobbs State Land Office - Santa Fe