

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE. NEW MEXICO

July 10, 1963

Marathon Oil Company
P. O. Box 2107
Hobbs, New Mexico

Attention: Mr. John R. Barber

Administrative Order PC-149

Gentlemen:

Reference is made to your application dated June 13, 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 Vacuum (Grayburg-San Andres) and Vacuum Yates Pools on your State Warn A/c 3 Lease comprising the S/2 NE/4 and SE/4 NW/4 of Section 33, Township 17 South, Range 35 East, Lea County, New Mexico, after separately metering the Vacuum Yates production and determining the Vacuum (Grayburg-San Andres) 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 "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/DSN/esr

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

UNITED STATES DEPARTMENT OF AGRICULTURE
BUREAU OF PLANT INDUSTRY
WASHINGTON, D. C.